



Press Release
Manjeet Fibers Private Limited
October 03, 2023
Rating Withdrawn

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	55.00	Not Applicable Withdrawn	-
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	55.00	-	-

Rating Rationale

Acuite has withdrawn its long-term rating on Rs. 55 Cr bank facilities of Manjeet Fibers Private Limited (MFPL). The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating. The rating is being withdrawn on account of request received from the Company and No Dues Certificate received from the banker.

About Company

Rajasthan based MFPL was incorporated in 2012 by Mr. Rajendra Singh Rajpal and Mr. Manjeet Singh Chawla. The company is engaged in ginning, pressing and export of Cotton to countries including Bangladesh, Pakistan and China. MFPL has 3 units located in Rajasthan, Maharashtra and Telangana with a combined installed capacity of 1152000 Quintals, which is ~ 60 per cent utilised. The company is also engaged in oil extraction with extraction capacity of 160000 Quintals.

About the Group

The Manjeet Group (MG) belongs to the Rajpal family of Sendhwa , Madhya Pradesh promoted by Mr. Bhupendra Rajpal, Mr. Rajendra Rajpal and Mr. Sanchit Rajpal. It is engaged into cotton trading, ginning, pressing and other allied activities. The Manjeet Group of companies includes companies such as Manjeet Fibers Private Limited, Keshav Ginning and Pressing Factory and Man Cott Private Limited. Further, Manjeet Cotton Private Limited (MCPL) is the flagship company of the Manjeet Group which is involved in the cotton trading and ginning business. The company was incorporated in 2005 as a private limited company for trading and export operations, and to consolidate the operations of other group companies which were operational since 1982. MCPL is involved in the cotton trading business. The company also has interests in varied businesses like cotton ginning and oil extraction and also has wind mills.

Analytical Approach

Extent of Consolidation

Rationale for Consolidation or Parent / Group / Govt. Support

Not Applicable

Key Rating Drivers

Strengths

Not Applicable

Weaknesses

Not Applicable

Rating Sensitivities

Not Applicable

All Covenants

Not Applicable.

Liquidity Position

Not Applicable

Outlook: Not Applicable

Other Factors affecting Rating

None

Key Financials

Particulars	Unit	FY 23 (Provisional)	FY 22 (Actual)
Operating Income	Rs. Cr.	439.15	542.96
PAT	Rs. Cr.	3.58	11.56
PAT Margin	(%)	0.81	2.13
Total Debt/Tangible Net Worth	Times	1.17	1.66
PBDIT/Interest	Times	2.00	2.68

Status of non-cooperation with previous CRA (if applicable)

India Ratings vide its press release dated 15th May 2023, had rated the company to IND-RA BB+/A4 Issuer Not Cooperating.

Any Other Information

None

Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>

Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
05 Aug 2022	Term Loan	Long Term	1.87	ACUITE BBB Stable (Reaffirmed)
	Cash Credit	Long Term	28.00	ACUITE BBB Stable (Reaffirmed)
	Term Loan	Long Term	0.63	ACUITE BBB Stable (Reaffirmed)
	Cash Credit	Long Term	22.00	ACUITE BBB Stable (Reaffirmed)
	Working Capital Term Loan	Long Term	2.50	ACUITE BBB Stable (Reaffirmed)
07 May 2021	Proposed Bank Facility	Long Term	4.25	ACUITE BBB Stable (Reaffirmed)
	Term Loan	Long Term	0.75	ACUITE BBB Stable (Reaffirmed)
	Cash Credit	Long Term	22.00	ACUITE BBB Stable (Reaffirmed)
	Cash Credit	Long Term	28.00	ACUITE BBB Stable (Reaffirmed)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Union Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	28.00	Not Applicable Withdrawn
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	22.00	Not Applicable Withdrawn
Union Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	Simple	1.87	Not Applicable Withdrawn
Union Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	Simple	0.63	Not Applicable Withdrawn
Punjab National Bank	Not Applicable	Working Capital Term Loan	Not available	Not available	Not available	Simple	2.50	Not Applicable Withdrawn

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI) for Bank Loan Ratings under BASEL-II norms in the year 2012. Acuité has assigned ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Kanjurmarg, Mumbai.

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