

## Press Release

### Aastha Spintex Private Limited

September 24, 2020

### Rating Update



<b>Total Bank Facilities Rated*</b>	Rs.77.00 crore#
<b>Long Term Rating</b>	ACUITE BB- (Downgraded from BB/Stable; Issuer not co-operating*)

#Refer Annexure for details

\* The issuer did not co-operate; based on best available information.

Acuité has downgraded the long-term rating to '**ACUITE BB-' (read as ACUITE double B minus)** from '**ACUITE BB' (read as ACUITE double B)**' on the Rs.77.00 crore bank facilities of Aastha Spintex Private Limited (ASPL). This rating is now an indicative rating and is downgraded on account of information risk.

Gujarat-based, Aastha Spintex Private Limited (ASPL) was incorporated in 2013 by Mr. Vivek Patel and Mr. Divyang Gothi. The company is engaged in ginning and spinning of cotton yarn of counts 30-32. The manufacturing facility is located at Halvad, Morbi (Gujarat) and has an installed capacity of 25920 spindles and production capacity of 6000 MTPA.

#### Non-cooperation by the issuer/borrower

Acuité has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before the due date.

This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

#### Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

#### Limitation regarding information availability

The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). Acuité endeavored to gather information about the entity/industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

#### About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

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

CRISIL, vide its press release dated August 13, 2020, had denoted the rating of Aastha Spintex Private Limited (ASPL) as 'CRISIL B/Stable/A4 (Issuer Not Cooperating)' on account of lack of adequate information required for monitoring of ratings.

#### Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

### Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
01-August-2019	Cash Credit	Long Term	23.00	ACUITE BB/Stable (Assigned)
	Term Loan	Long Term	46.74	ACUITE BB/Stable (Assigned)
	Proposed Bank Facilities	Long Term	7.26	ACUITE BB/Stable (Assigned)

### #Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	23.00	ACUITE BB- (Downgraded from ACUITE BB/Stable ; Issuer not co-operating*)
Term Loan	31-Aug-2016	11.65%	31-Aug-2020	46.74	ACUITE BB- (Downgraded from ACUITE BB/Stable ; Issuer not co-operating*)
Proposed Bank Facilities	Not Applicable	Not Applicable	Not Applicable	7.26	ACUITE BB- (Downgraded from ACUITE BB/Stable ; Issuer not co-operating*)

\*The issuer did not co-operate; based on best available information.

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### About Acuité Ratings & Research:

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