

## Press Release

### AMBALA COTSPIN PRIVATE LIMITED

November 11, 2019

#### Rating Withdrawn



<b>Total Bank Facilities Rated*</b>	Rs. 12.00 Cr.
<b>Long Term Rating</b>	ACUITE B Withdrawn

\* Refer Annexure for details

#### Rating Rationale

Acuite has withdrawn the long-term rating of '**ACUITE B**' (read as **ACUITE B**) on the Rs. 12.00 crore bank facilities of AMBALA COTSPIN PRIVATE LIMITED (ACPL).

The rating has been withdrawn on account of request received from the company and NOC received from the banker.

Incorporated in 2017, Ambala Cotspin Private Limited (ACPL) is Haryana based company engaged in business of processing cotton into cotton yarn. The day to day operations are managed by its directors, Satish Kumar, Nitin Garg, Tarun Garg, Thakar Dass and Surinder Kumar. The manufacturing unit is in Ambala, Haryana with installed capacity of 10 tonnes per day. Commercial operations started from February, 2018.

#### Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>
- Financial Ratios and Adjustments - <https://www.acuite.in/view-rating-criteria-20.htm>

#### About the Rated Entity - Key Financials

	Unit	FY19 (Actual)	FY18 (Actual)
Operating Income	Rs. Cr.	25.80	0.29
EBITDA	Rs. Cr.	3.65	0.01
PAT	Rs. Cr.	0.02	-0.38
EBITDA Margin	(%)	14.14	3.14
PAT Margin	(%)	0.09	-132.03
ROCE	(%)	10.40	-6.62
Total Debt/Tangible Net Worth	Times	1.46	2.27
PBDIT/Interest	Times	2.39	0.09
Total Debt/PBDIT	Times	2.75	1071.21
Gross Current Assets (Days)	Days	114	3782

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

Not Applicable

#### Any other information

Acuite 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
11-Sept-2019	Cash Credit	Long Term	1.50	ACUITE B/Stable (Assigned)
	Term Loan	Long Term	8.25	ACUITE B/Stable (Assigned)
	Proposed Bank Facility	Long Term	2.25	ACUITE B/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/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE B (Withdrawn)
Term Loan	Not Applicable	Not Applicable	Not Applicable	8.25	ACUITE B (Withdrawn)
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	2.25	ACUITE B (Withdrawn)

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### About Acuité Ratings & Research:

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