

## Press Release

### G R K Theatres Private Limited

June 14, 2022



### Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	20.00	-	ACUITE A4   Reaffirmed   Issuer not co-operating*
Bank Loan Ratings	46.00	ACUITE B-   Reaffirmed   Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	66.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

### Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE B-**' (read as **ACUITE B minus**) and the short-term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs.66.00 Cr. bank facilities of G R K Theatres Private Limited. The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

### About the Company

G R K Theatres Private Limited is a Tamil Nadu based entity, incorporated in 1983, promoted by Mr. G R Durairaj. The company engaged in multiple businesses namely authorized dealer for Tata Motors Passenger Vehicles, running 23 theatres in South Arcot district, manufactures packed drinking water and ginger lemon under 'Rathalaya Food and Beverages', commercial space rental business at Cuddalore and runs a restaurant at Cuddalore.

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

Acuite 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 due date.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

### 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). Acuite endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite 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.

### Rating Sensitivity

No information provided by the issuer / available for Acuité to comment upon.

### Material Covenants

Not Applicable

### Liquidity Position

No information provided by the issuer / available for Acuité to comment upon.

### Outlook

Not Applicable

### Status of non-cooperation with previous CRA

Not Applicable

### Any other information

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

### Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.htm>
- Service Sector: <https://www.acuite.in/view-rating-criteria-50.htm>
- Infrastructure Sector: <https://www.acuite.in/view-rating-criteria-51.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

### Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

### Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
16 Mar 2021	Term Loan	Long Term	10.00	ACUITE B- (Issuer not co-operating*)
	Term Loan	Long Term	10.00	ACUITE B- (Issuer not co-operating*)
	Secured Overdraft	Long Term	26.00	ACUITE B- (Issuer not co-operating*)
	Channel Financing	Short Term	20.00	ACUITE A4 (Issuer not co-operating*)

12 Jun 2020	Channel Financing	Short Term	20.00	ACUITE A4 (Assigned)
	Term Loan	Long Term	10.00	ACUITE B-   Stable (Assigned)
	Secured Overdraft	Long Term	26.00	ACUITE B-   Stable (Assigned)
	Term Loan	Long Term	10.00	ACUITE B-   Stable (Assigned)
08 Jan 2020	Channel Financing	Short Term	20.00	ACUITE A4 (Assigned)
	Term Loan	Long Term	10.00	ACUITE B-   Stable (Assigned)
	Term Loan	Long Term	10.00	ACUITE B-   Stable (Assigned)
	Secured Overdraft	Long Term	26.00	ACUITE B-   Stable (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Karur Vysya Bank	Not Applicable	Channel/Dealer/Vendor Financing	Not Applicable	Not Applicable	Not Applicable	20.00	ACUITE A4   Reaffirmed   Issuer not co-operating*
Karur Vysya Bank	Not Applicable	Overdraft	Not Applicable	Not Applicable	Not Applicable	26.00	ACUITE B-   Reaffirmed   Issuer not co-operating*
Karur Vysya Bank	Not Applicable	Term Loan	Not available	Not available	Not available	10.00	ACUITE B-   Reaffirmed   Issuer not co-operating*
Karur Vysya Bank	Not Applicable	Term Loan	Not available	Not available	Not available	10.00	ACUITE B-   Reaffirmed   Issuer not co-operating*

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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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