



Press Release
KANISH SPINNING MILL
April 14, 2025
Rating Withdrawn

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	30.00	Not Applicable Withdrawn	-
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	30.00	-	-

Rating Rationale

Acuite has withdrawn the long-term rating on the Rs. 30.00 Crore bank facilities of Kanish Spinning Mill (KSM) without assigning any rating as the instruments are fully repaid. The rating is being withdrawn on account of request received from the Company and No Dues Certificate received from the banker.

The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating as applicable to the respective facility / instrument.

About the Company

Tamil Nadu based, Kanish Spinning Mill (KSPM) was established in 2007 as a partnership firm, by Mr. K. Chandrasekaran and Mrs. K. Shanthi. The firm is engaged in manufacturing of cotton yarn with a total installed capacity of 3323MTPA at its manufacturing unit located at Vellakovil, Tamil Nadu.

Unsupported Rating

Not Applicable

Analytical Approach

Not Applicable

Key Rating Drivers

Strengths

Not Applicable

Weaknesses

Not Applicable

Rating Sensitivities

Not Applicable

Liquidity Position

Not Applicable

Outlook: Not Applicable

Other Factors affecting Rating

None

Key Financials

Particulars	Unit	FY 22 (Actual)	FY 21 (Actual)
Operating Income	Rs. Cr.	56.28	32.15
PAT	Rs. Cr.	1.90	1.19
PAT Margin	(%)	3.38	3.71
Total Debt/Tangible Net Worth	Times	2.71	1.08
PBDIT/Interest	Times	4.51	3.78

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

Not Applicable

Interaction with Audit Committee anytime in the last 12 months (applicable for rated-listed / proposed to be listed debt securities being reviewed by Acuite)

Not applicable

Any other information

None

Applicable Criteria

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

Note on complexity levels of the rated instrument

In order to inform the investors about complexity of instruments, Acuité 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
07 Feb 2024	Cash Credit	Long Term	5.00	ACUITE BB (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	10.14	ACUITE BB (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	4.90	ACUITE BB (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	3.24	ACUITE BB (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	3.28	ACUITE BB (Reaffirmed & Issuer not co-operating*)
	Working Capital Demand Loan (WCDL)	Long Term	0.85	ACUITE BB (Reaffirmed & Issuer not co-operating*)
	Covid Emergency Line.	Long Term	1.59	ACUITE BB (Reaffirmed & Issuer not co-operating*)
	Covid Emergency Line.	Long Term	1.00	ACUITE BB (Reaffirmed & Issuer not co-operating*)
08 Mar 2023	Cash Credit	Long Term	5.00	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	10.14	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	4.90	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	3.24	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	3.28	ACUITE BB Stable (Assigned)
	Working Capital Demand Loan (WCDL)	Long Term	0.85	ACUITE BB Stable (Assigned)
	Covid Emergency Line.	Long Term	1.59	ACUITE BB Stable (Assigned)
	Covid Emergency Line.	Long Term	1.00	ACUITE BB Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Complexity Level	Rating
Canara Bank	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	5.00	Simple	Not Applicable Withdrawn
Canara Bank	Not avl. / Not appl.	Covid Emergency Line.	02 Dec 2021	Not avl. / Not appl.	02 Nov 2024	1.59	Simple	Not Applicable Withdrawn
Canara Bank	Not avl. / Not appl.	Covid Emergency Line.	30 Jun 2020	Not avl. / Not appl.	29 Jun 2025	1.00	Simple	Not Applicable Withdrawn
Canara Bank	Not avl. / Not appl.	Term Loan	15 Sep 2021	Not avl. / Not appl.	17 Apr 2029	10.14	Simple	Not Applicable Withdrawn
Canara Bank	Not avl. / Not appl.	Term Loan	24 Jun 2022	Not avl. / Not appl.	29 Mar 2029	4.90	Simple	Not Applicable Withdrawn
Canara Bank	Not avl. / Not appl.	Term Loan	31 Mar 2018	Not avl. / Not appl.	21 Mar 2026	3.24	Simple	Not Applicable Withdrawn
Canara Bank	Not avl. / Not appl.	Term Loan	19 Aug 2020	Not avl. / Not appl.	21 Feb 2028	3.28	Simple	Not Applicable Withdrawn
Canara Bank	Not avl. / Not appl.	Working Capital Demand Loan (WCDL)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	0.85	Simple	Not Applicable Withdrawn

Contacts

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About Acuité Ratings & Research

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