

Press Release

Prassanna Spinning Mills Private Limited

August 13, 2019

Rating Update



Total Bank Facilities Rated	Rs. 96.54 Cr. #
Long Term Rating	ACUITE BB+ Issuer not co-operating*

Refer Annexure for details

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

Acuité has reviewed long-term rating of '**ACUITE BB+**' (read as **ACUITE double B plus**) on the Rs.96.54 crore bank facilities of PRASSANNA SPINNING MILLS PRIVATE LIMITED (PSPL). This rating is now an indicative rating and is based on best available information.

Prassanna Spinning Mills Private Limited (PSPL) was incorporated in the 2006 with Mr. P.S.Veluswamy, Mr. C. Kandaswamy, Mrs. R. Geetha and Mr. S.D. Rathinasabapathy as directors. In FY2013-14, Mr. P.S.Veluswamy, and Mr. C. Kandaswamy retired from the company. Currently the management of the company is looked after by Mr. S.D. Rathinasabapathy. PSPL manufacturing unit is located at Vendasandur, Dindigul.

Non-cooperation by the issuer/borrower

Acuité has been requesting for data, information and undertakings from the rated entity for conducting surveillance and review of the rating. However, the issuer or borrower failed to submit such information before 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-4.htm>
- Default Recognition: - <https://www.acuite.in/view-rating-criteria-17.htm>

Limitation regarding information availability

The rating is based on information available from sources other than the issuer or borrower (in the absence of information provided by the issuer or borrower). Acuité endeavoured to gather information about the entity or 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 attempts

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

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.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
04-June-2018	Cash Credit	Long Term	65.00	ACUITE BB+/ Stable (Downgraded)
	Term Loan	Long Term	19.94	ACUITE BB+/ Stable (Downgraded)
	Proposed Bank Facility	Long Term	11.60	ACUITE BB+/ Stable (Downgraded)
04-May-2017	Cash Credit	Long Term	65.00 (enhanced from Rs. 45.00 crore)	ACUITE BBB-/ Stable (Reaffirmed)
	Term Loan	Long Term	19.94	ACUITE BBB-/ Stable (Reaffirmed)
	Proposed	Long Term	11.60	ACUITE BBB-/ Stable (Reaffirmed)
18 Feb-2016	Cash Credit	Long Term	45.00 (enhanced from Rs. 30.00 crore)	ACUITE BBB-/ Stable (Reaffirmed)
	Term Loan	Long Term	12.89	ACUITE BBB-/ Stable (Reaffirmed)
	Term Loan	Long Term	18.65	ACUITE BBB-/ Stable (Assigned)
11-Feb-2015	Cash Credit	Long Term	30.00	ACUITE BBB-/ Stable (Reaffirmed)
	Term Loan	Long Term	12.89	ACUITE BBB-/ Stable (Reaffirmed)

#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	65.00	ACUITE BB+ Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	19.94	ACUITE BB+ Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	11.60	ACUITE BB+ Issuer not co-operating*

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

Contacts

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (erstwhile SMERA Ratings Limited) is a full-service Credit Rating Agency registered with the Securities and 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. Since then, it has assigned more than 6,000 credit 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 Mumbai.

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