

Gajanand Spintex India Private Limited

June 01, 2021

Ratings

| Facilities / Instruments | Amount (Rs. crore) | Rating ¹ | Rating Action |
|--|---|---|---|
| Long Term Bank Facilities | 8.88 | CARE B+; Stable; ISSUER NOT COOPERATING* (Single B Plus; Outlook: Stable ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB-; Stable; (Double B Minus; Outlook: Stable) |
| Long Term / Short Term Bank Facilities | 6.00 | CARE B+; Stable / CARE A4; ISSUER NOT COOPERATING* (Single B Plus ; Outlook: Stable/ A Four ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB-; Stable / CARE A4; (Double B Minus ; Outlook: Stable / A Four) |
| Short Term Bank Facilities | 0.10 | CARE A4; ISSUER NOT COOPERATING* (A Four ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category |
| Total Facilities | 14.98 (Rs. Fourteen Crore and Ninety-Eight Lakhs Only) | | |

Details of facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated May 08, 2020, placed the rating of Gajanand Spintex India Private Limited (GSIPL) under the 'issuer non-cooperating' category as GSIPL had failed to provide information for monitoring of the rating for the rating exercise as agreed to in its Rating Agreement. GSIPL continues to be non-cooperative despite repeated requests for submission of information through phone calls and emails dated March 24, 2021, April 03, 2021, April 08, 2021, April 13, 2021 and May 13, 2021. In line with the extant SEBI guidelines, CARE has reviewed the ratings on the basis of the best available information which however, in CARE's opinion is not sufficient to arrive at a fair rating.

Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above ratings.

The ratings assigned to the bank facilities of GSIPL have been revised on account of non-availability of requisite information.

Detailed description of key rating drivers

Please refer to PR dated [May 08, 2020](#)

Analytical approach: Standalone

Applicable Criteria

[Policy in respect of non-cooperation by issuer](#)

About the Company

Incorporated in December 2013, GSIPL is engaged into manufacturing of cotton combed yarn of 30 counts which finds application into manufacturing of hosiery products. GSIPL operates from its sole manufacturing facility located in Mehsana – Gujarat and has an installed capacity to manufacture 4560 Kg of 30 Count Cotton Combed Yarn per Day from 8 Ring framed Machines having 11520 spindles as on March 31, 2017. The major raw material for manufacturing cotton yarn is ginned cotton which is procured from the local market of Gujarat.

| Brief Financials (Rs. crore) | FY17 (A) | FY18 (A) |
|------------------------------|----------|----------|
|------------------------------|----------|----------|

¹Complete definitions of the ratings assigned are available at www.careratings.com and in other CARE publications

*Issuer did not cooperate; Based on best available information

| | | |
|---------------------------|-------|-------|
| Total operating income | 40.80 | 42.01 |
| PBILDT | 3.36 | 2.95 |
| PAT | 0.85 | 0.51 |
| Overall gearing (times) | 1.57 | 1.24 |
| Interest coverage (times) | 4.89 | 4.28 |

A: Audited

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Rating History for last three years: Please refer Annexure-2

Complexity level of various instruments rated for this firm: Annexure 3

Annexure-1: Details of Instruments/Facilities

| Name of the Instrument | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. crore) | Rating assigned along with Rating Outlook |
|---|------------------|-------------|---------------|-------------------------------|--|
| Fund-based - LT-Term Loan | - | - | May, 2021 | 8.88 | CARE B+; Stable; ISSUER NOT COOPERATING* |
| Fund-based - LT/ ST-Cash Credit | - | - | - | 6.00 | CARE B+; Stable / CARE A4; ISSUER NOT COOPERATING* |
| Non-fund-based - ST-Credit Exposure Limit | - | - | - | 0.10 | CARE A4; ISSUER NOT COOPERATING* |

*Issuer did not co-operate; Based on best available information

Annexure-2: Rating History of last three years

| Sr. No. | Name of the Instrument/Bank Facilities | Current Ratings | | | Rating history | | | |
|---------|---|-----------------|--------------------------------|--|---|---|---|---|
| | | Type | Amount Outstanding (Rs. crore) | Rating | Date(s) & Rating(s) assigned in 2021-2022 | Date(s) & Rating(s) assigned in 2020-2021 | Date(s) & Rating(s) assigned in 2019-2020 | Date(s) & Rating(s) assigned in 2018-2019 |
| 1. | Fund-based - LT-Term Loan | LT | 8.88 | CARE B+; Stable; ISSUER NOT COOPERATING* | - | 1)CARE BB-; Stable; ISSUER NOT COOPERATING* (08-May-20) | - | 1)CARE BB; Stable; ISSUER NOT COOPERATING* (27-Mar-19) 2)CARE BB; Stable (05-Apr-18) |
| 2. | Fund-based - LT/ ST-Cash Credit | LT/ST | 6.00 | CARE B+; Stable / CARE A4; ISSUER NOT COOPERATING* | - | 1)CARE BB-; Stable / CARE A4; ISSUER NOT COOPERATING* (08-May-20) | - | 1)CARE BB; Stable / CARE A4; ISSUER NOT COOPERATING* (27-Mar-19) 2)CARE BB; Stable / CARE A4 (05-Apr-18) |
| 3. | Non-fund-based - ST-Credit Exposure Limit | ST | 0.10 | CARE A4; ISSUER NOT COOPERATING* | - | 1)CARE A4; ISSUER NOT COOPERATING* (08-May-20) | - | 1)CARE A4; ISSUER NOT COOPERATING* (27-Mar-19) 2)CARE A4 (05-Apr-18) |

*Issuer did not co-operate; Based on best available information

Annexure 3: Complexity level of various instruments rated for this company

| Sr. No. | Name of the Instrument | Complexity Level |
|---------|---|------------------|
| 1. | Fund-based - LT-Term Loan | Simple |
| 2. | Fund-based - LT/ ST-Cash Credit | Simple |
| 3. | Non-fund-based - ST-Credit Exposure Limit | Simple |

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. This classification is available at www.careratings.com. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

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About CARE Ratings:

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