

Siddhartha Super Spinning Mills Limited

August 02, 2021

Ratings

Facilities/Instruments	Amount (Rs. crore)	Ratings	Rating Action
Long Term Bank Facilities	38.64	CARE BB-; Stable; ISSUER NOT COOPERATING* (Double B Minus; Outlook: Stable ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Short Term Bank Facilities	2.00	CARE A4; ISSUER NOT COOPERATING* (A Four ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Total Bank Facilities	40.64 (Rs. Forty Crore and Sixty-Four Lakhs Only)		

Details of facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated May 29, 2020, placed the rating(s) of Siddhartha Super Spinning Mills Limited (SSSML) under the 'issuer non-cooperating' category as SSSML had failed to provide information for monitoring of the rating and had not paid the surveillance fees for the rating exercise as agreed to in its Rating Agreement. SSSML continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated April 14, 2021, April 24, 2021, May 04, 2021.

In line with the extant SEBI guidelines, CARE has reviewed the rating 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 rating(s).

Detailed description of the key rating drivers

Please refer to PR dated [May 29, 2020](#)

Analytical approach: Standalone

Applicable Criteria

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

[Policy on default recognition](#)

[Criteria on assigning outlook and credit watch](#)

About the Company

Siddhartha Super Spinning Mills Limited (SSSML) was incorporated in 1980 by the Delhi-based Jain family. In 1999, the company was declared a sick unit. It was subsequently taken over by the current promoter, Mr R P Agarwal, his family members and Mr. Madangopal Rathi, in 2006, and was removed from the purview of the BIFR (Board for Industrial and Financial Reconstruction) in 2007. SML is engaged in the manufacturing of various types of synthetic yarns since 1982. The products are sold under the brand name 'Siddhartha'. The company operates from a single manufacturing facility in Nalagarh, Himachal Pradesh, with an installed capacity of 9500 Tonnes of yarn per annum.

Brief Financials (Rs. crore)	FY19(A)	FY20(A)
Total operating income	126.69	134.27
PBILDT	8.87	9.42
PAT	0.68	1.59
Overall gearing (times)	1.96	1.35
Interest coverage (times)	3.57	4.83

A: Audited

Status of non-cooperation with previous CRA: CRISIL has conducted the review on the basis of best available information and classified SSSPL as “Not cooperating” vide its press release dated August 20, 2020.

Any other information: Not Applicable

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

Complexity level of various instruments rated for this company: Please refer 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-Cash Credit	-	-	-	12.00	CARE BB-; Stable; ISSUER NOT COOPERATING*
Non-fund-based - ST-Bank Guarantees	-	-	-	2.00	CARE A4; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan	-	-	April-2025	26.64	CARE BB-; Stable; ISSUER NOT COOPERATING*

**Issuer did not cooperate; 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-Cash Credit	LT	12.00	CARE BB-; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (29-May-20)	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (28-Dec-18)
2.	Non-fund-based - ST-Bank Guarantees	ST	2.00	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (29-May-20)	-	1)CARE A4; ISSUER NOT COOPERATING* (28-Dec-18)
3.	Fund-based - LT-Term Loan	LT	26.64	CARE BB-; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (29-May-20)	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (28-Dec-18)

**Issuer did not cooperate; 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-Cash Credit	Simple
2.	Fund-based - LT-Term Loan	Simple
3.	Non-fund-based - ST-Bank Guarantees	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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