

Arvind Syntex Private Limited

October 04, 2022

Ratings

| Facilities / Instruments | Amount (Rs. crore) | Rating ¹ | Rating Action |
|---------------------------|---------------------------------------|--|--|
| Long Term Bank Facilities | 10.00 | CARE B-; ISSUER NOT COOPERATING* (Single B Minus ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category |
| Total Facilities | 10.00 (Rs. Ten Crore Only) | | |

Details of facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated August 10, 2021, placed the rating(s) of Arvind Syntex Private Limited (ASPL) under the 'issuer non-cooperating' category as ASPL 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. ASPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated June 26, 2022, July 06, 2022, July 16, 2022.

In line with the extant SEBI guidelines, CARE Ratings Ltd. has reviewed the rating on the basis of the best available information which however, in CARE Ratings Ltd.'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 [August 10, 2021](#)

Analytical approach: Standalone

Applicable Criteria

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

[Policy on default recognition](#)

About the Company

Alwar (Rajasthan) based, Arvind Syntex Private Limited (ASPL) was incorporated by Mr. Hari Ram Sharma and Mr. Subhash Sharma in November 1986 as a private limited company. The company started its operations by manufacturing readymade garments. In 2013, the business operations were discontinued. However, in March 2014, the company resumed its business operations of manufacturing of readymade garments.

| Brief Financials (Rs. crore) | FY20(A) | FY21(A) | FY22(Prov.) | H1FY23(Prov.) |
|------------------------------|---------|---------|-------------|---------------|
| Total operating income | 14.91 | 17.72 | NA | NA |
| PBILDT | 1.19 | 1.03 | NA | NA |
| PAT | -0.05 | 0.03 | NA | NA |
| Overall gearing (times) | 4.86 | 5.24 | NA | NA |
| Interest coverage (times) | 1.25 | 2.47 | NA | NA |

A - Audited, Prov. Provisional, NA – Not Available

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

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

Covenants of rated instrument/facility: Please refer Annexure 3

Complexity level of various instruments rated for this Company: Please refer Annexure 4

¹Complete definitions of the ratings assigned are available at www.careedge.in and in other CARE Ratings Ltd.'s publications

*Issuer did not cooperate; Based on best available information

Annexure-1: Details of Instruments/ Facilities

| Name of the Instrument | ISIN | Date of Issuance | Coupon Rate (%) | Maturity Date | Size of the Issue (₹ crore) | Rating Assigned along with Rating Outlook |
|--|------|------------------|-----------------|---------------|-----------------------------|---|
| Fund-based - LT-Term Loan | | - | - | April, 2023 | 4.52 | CARE B-; ISSUER NOT COOPERATING* |
| Fund-based - LT-Cash Credit | | - | - | - | 4.60 | CARE B-; ISSUER NOT COOPERATING* |
| Fund-based - LT-Proposed fund-based limits | | - | - | - | 0.88 | CARE B-; 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 (₹ crore) | Rating | Date(s) & Rating(s) assigned in 2022-2023 | Date(s) & Rating(s) assigned in 2021-2022 | Date(s) & Rating(s) assigned in 2020-2021 | Date(s) & Rating(s) assigned in 2019-2020 |
| 1 | Fund-based - LT-Term Loan | LT | 4.52 | CARE B-; ISSUER NOT COOPERATING* | - | 1)CARE B-; ISSUER NOT COOPERATING* (10-Aug-21) | 1)CARE B-; ISSUER NOT COOPERATING* (18-Jun-20) | 1)CARE B; ISSUER NOT COOPERATING* (23-Apr-19) |
| 2 | Fund-based - LT-Cash Credit | LT | 4.60 | CARE B-; ISSUER NOT COOPERATING* | - | 1)CARE B-; ISSUER NOT COOPERATING* (10-Aug-21) | 1)CARE B-; ISSUER NOT COOPERATING* (18-Jun-20) | 1)CARE B; ISSUER NOT COOPERATING* (23-Apr-19) |
| 3 | Fund-based - LT-Proposed fund based limits | LT | 0.88 | CARE B-; ISSUER NOT COOPERATING* | - | 1)CARE B-; ISSUER NOT COOPERATING* (10-Aug-21) | 1)CARE B-; ISSUER NOT COOPERATING* (18-Jun-20) | 1)CARE B; ISSUER NOT COOPERATING* (23-Apr-19) |

*Issuer did not cooperate; based on best available information

Annexure-3: Detailed explanation of covenants of the rated instrument / facilities - Not Applicable**Annexure 4: Complexity level of various instruments rated for this Company**

| Sr. No. | Name of Instrument | Complexity Level |
|---------|--|------------------|
| 1 | Fund-based - LT-Cash Credit | Simple |
| 2 | Fund-based - LT-Proposed fund based limits | Simple |
| 3 | Fund-based - LT-Term Loan | Simple |

Annexure 5: Bank Lender Details for this Company

To view the lender wise details of bank facilities please [click here](#)

Note on complexity levels of the rated instrument: CARE Ratings Ltd. has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for any clarifications.

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About CARE Ratings:

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With an established track record of rating companies over almost three decades, we follow a robust and transparent rating process that leverages our domain and analytical expertise backed by the methodologies congruent with the international best practices. CARE Ratings Limited has had a pivotal role to play in developing bank debt and capital market instruments including CPs, corporate bonds and debentures, and structured credit.

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