

## P.M.P. Textiles Spinning Mills Limited

January 05, 2022

### Ratings

| Facilities/Instruments                 | Amount (Rs. crore)   | Rating <sup>1</sup>  | Rating Action  |
|--|--|--|--|
| Long Term Bank Facilities              | 7.90   | CARE D;<br>ISSUER NOT COOPERATING*<br>(Single D;<br>ISSUER NOT COOPERATING*)                     | Rating continues to remain under ISSUER NOT COOPERATING category |
| Long Term / Short Term Bank Facilities | 6.50   | CARE D / CARE D;<br>ISSUER NOT COOPERATING*<br>(Single D / Single D;<br>ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category |
| <b>Total Bank Facilities</b>           | <b>14.40</b><br><b>(Rs. Fourteen Crore and Forty Lakhs Only)</b> |  |  |

*Details of instruments/facilities in Annexure-1*

### Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated December 03, 2020, placed the rating(s) of P.M.P. Textiles Spinning Mills Limited (PTSML) under the 'issuer non-cooperating' category as PTSML 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. PTSML continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated October 19, 2021, October 29, 2021, November 08, 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 [December 03, 2020](#)

**Analytical approach:** Standalone

### Applicable Criteria

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

[Policy on default recognition](#)

### About the Company

PTSML incorporated in November 1988 is engaged in manufacturing of yarn and has its spinning unit in Dharmapuri, Tamil Nadu. The unit has a total capacity of 39,500 spindles and it manufactures combed and carded ring spun cotton yarns for weaving and knitting. The company produces higher count yarn (80s). The company is managed by Mr P. Muthuswamy, the Managing Director, who has more than three decades of experience in the business.

Brief financials of PTSML:

| Brief Financials (Rs. crore) | 31-03-2020(A) | 31-03-2021(A) | 9MFY22(Prov.) |
|------------------------------|---------------|---------------|---------------|
| Total operating income       | 15.03         | NA            | NA            |
| PBILDT                       | 0.11          | NA            | NA            |
| PAT                          | -0.67         | NA            | NA            |
| Overall gearing (times)      | NM            | NA            | NA            |
| Interest coverage (times)    | 0.70          | NA            | NA            |

*A: Audited, Prov.: Provisional, NM: Not meaningful, NA: Not available*

**Status of non-cooperation with previous CRA:** CRISIL has suspended the ratings assigned to the bank facilities of PTSML vide press release dated May 19, 2016 on account of non-cooperation by PTSML with CRISIL's efforts to undertake a review of the ratings outstanding.

**Any other information:** Not applicable

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

<sup>1</sup>Complete definitions of the ratings assigned are available at [www.careedge.in](http://www.careedge.in) and in other CARE publications

\*Issuer did not cooperate; Based on best available information

**Covenants of rated instrument/facility:** Please refer Annexure-3

**Complexity level of various instruments rated for this company:** Please refer Annexure-4

**Annexure-1: Details of Instruments / Facilities**

| Name of the Instrument       | ISIN | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. crore) | Rating assigned along with Rating Outlook |
|------------------------------|------|------------------|-------------|---------------|-------------------------------|---|
| Fund-based - LT-Cash Credit  | -    | -                | -           | -             | 7.90                          | CARE D; ISSUER NOT COOPERATING*           |
| Non-fund-based - LT/ST-BG/LC | -    | -                | -           | -             | 6.50                          | CARE D / CARE D; 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              | 7.90                           | CARE D; ISSUER NOT COOPERATING*          | -   | 1)CARE D; ISSUER NOT COOPERATING* (03-Dec-20)          | 1)CARE D; ISSUER NOT COOPERATING* (09-Sep-19)          | 1)CARE D; ISSUER NOT COOPERATING* (12-Jun-18)          |
| 2       | Non-fund-based - LT/ST-BG/LC            | LT/ST           | 6.50                           | CARE D / CARE D; ISSUER NOT COOPERATING* | -   | 1)CARE D / CARE D; ISSUER NOT COOPERATING* (03-Dec-20) | 1)CARE D / CARE D; ISSUER NOT COOPERATING* (09-Sep-19) | 1)CARE D / CARE D; ISSUER NOT COOPERATING* (12-Jun-18) |

*\*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      | Non-fund-based - LT/ ST-BG/LC | Simple           |

**Note on complexity levels of the rated instrument:** CARE 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 Limited:

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