

Aarti Suitings Private Limited

January 09, 2023

Ratings

| Facilities / Instruments | Amount (Rs. crore) | Rating ¹ | Rating Action |
|----------------------------|-------------------------------------------------------------------|-------------------------------------------------------------------------------|------------------------------------------------------------------|
| Long Term Bank Facilities | 16.72 | CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category |
| Short Term Bank Facilities | 0.55 | CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category |
| Total Facilities | 17.27 (Rs. Seventeen Core and Twenty-Seven Lakhs Only) | | |

Details of instruments/facilities in Annexure-1

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

Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated November 30, 2021, placed the rating(s) of Aarti Suitings 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 October 16, 2022, October 26, 2022, November 05, 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 [November 30, 2021](#)

Analytical approach: Standalone

Applicable criteria

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

[Policy on default recognition](#)

About the Company

Bhilwara based Aarti Suitings Private Limited (ASPL) was incorporated in 1994 by Mr. Nand Kishore Jindal, Mr. Madhur Jindal and Mrs. Nidhi Jindal. The company is engaged in the manufacturing of grey fabrics and sells grey and finished fabrics in the market. The company gets processing work done on job work basis from other processing units. The company is also engaged in trading of grey and finished fabrics.

| Brief Financials (Rs. crore) | FY21 (A) | FY22 (A) | 9MFY23 (Prov.) |
|------------------------------|----------|----------|----------------|
| Total operating income | NA | NA | NA |
| PBILDT | NA | NA | NA |
| PAT | NA | NA | NA |
| Overall gearing (times) | NA | NA | NA |
| Interest coverage (times) | NA | NA | NA |

A: Audited; Prov.: Provisional; NA: Not Available

Status of non-cooperation with previous CRA: ACUITE(SMERA) continues to categorize rating assigned to the bank facilities of ASPL under non-cooperation category vide PR dated October 21, 2021 on account of its inability to carry out a rating surveillance in the absence of the requisite information from the company.

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

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

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 | | - | - | - | 12.60 | CARE D; ISSUER NOT COOPERATING* |
| Fund-based - LT-Term Loan | | - | - | July 2023 | 4.12 | CARE D; ISSUER NOT COOPERATING* |
| Non-fund-based - ST-Bank Guarantee | | - | - | - | 0.05 | CARE D; ISSUER NOT COOPERATING* |
| Non-fund-based - ST-Letter of credit | | - | - | - | 0.50 | CARE D; ISSUER NOT COOPERATING* |

*Issuer did not cooperate; Based on best available information

Annexure-2: Rating History of last three years

| S r . N o . | Name of the Instrument/Bank Facilities | Current Ratings | | | Rating History | | | |
|-------------|----------------------------------------|-----------------|--------------------------------|----------------------------------|---------------------------------------------|-------------------------------------------------|-------------------------------------------------|-------------------------------------------------------------------------|
| | | Type | Amount Outstanding (Rs. crore) | Rating | Date(s) and Rating(s) assigned in 2022-2023 | Date(s) and Rating(s) assigned in 2021-2022 | Date(s) and Rating(s) assigned in 2020-2021 | Date(s) and Rating(s) assigned in 2019-2020 |
| 1 | Fund-based - LT-Term Loan | LT | 4.12 | CARE D; ISSUER NOT COOPERATING * | - | 1)CARE D; ISSUER NOT COOPERATING G* (30-Nov-21) | 1)CARE D; ISSUER NOT COOPERATING G* (16-Dec-20) | 1)CARE D; ISSUER NOT COOPERATING G* (27-Nov-19) 2)CARE D (15-Nov-19) |
| 2 | Fund-based - LT-Cash Credit | LT | 12.60 | CARE D; ISSUER NOT COOPERATING * | - | 1)CARE D; ISSUER NOT COOPERATING G* (30-Nov-21) | 1)CARE D; ISSUER NOT COOPERATING G* (16-Dec-20) | 1)CARE D; ISSUER NOT COOPERATING G* (27-Nov-19) 2)CARE D (15-Nov-19) |
| 3 | Non-fund-based - ST-Bank Guarantee | ST | 0.05 | CARE D; ISSUER NOT COOPERATING * | - | 1)CARE D; ISSUER NOT COOPERATING G* (30-Nov-21) | 1)CARE D; ISSUER NOT COOPERATING G* (16-Dec-20) | 1)CARE D; ISSUER NOT COOPERATING G* (27-Nov-19) 2)CARE D (15-Nov-19) |
| 4 | Non-fund-based - ST-Letter of credit | ST | 0.50 | CARE D; ISSUER NOT COOPERATING * | - | 1)CARE D; ISSUER NOT COOPERATING G* (30-Nov-21) | 1)CARE D; ISSUER NOT COOPERATING G* (16-Dec-20) | 1)CARE D; ISSUER NOT COOPERATING G* (27-Nov-19) 2)CARE D (15-Nov-19) |

*Issuer did not cooperate; Based on best available information

Annexure-3: Detailed explanation of the covenants of the rated instruments/facilities: Not Applicable

Annexure 4: 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 Guarantee | Simple |
| 4 | Non-fund-based - ST-Letter of credit | 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 instruments: CARE Ratings 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:

Established in 1993, CARE Ratings Ltd. is one of the leading credit rating agencies in India. Registered under the Securities and Exchange Board of India (SEBI), it has also been acknowledged as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). With an equitable position in the Indian capital market, CARE Ratings Limited provides a wide array of credit rating services that help corporates to raise capital and enable investors to make informed decisions backed by knowledge and assessment provided by the company.

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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