

Rathi Style And Textile Private Limited

June 10, 2021

Ratings

Facilities/Instruments	Amount (Rs. crore)	Ratings	Rating Action
Long Term Bank Facilities	5.00	CARE B-; Stable; ISSUER NOT COOPERATING* (Single B Minus; Outlook: Stable ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Total Bank Facilities	5.00 (Rs. Five Crore Only)		

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated May 25, 2020, placed the rating(s) of **Rathi Style And Textile Private Limited** under the 'issuer non-cooperating' category as **Rathi Style And Textile Private Limited** had failed to provide information for monitoring of the rating. **Rathi Style And Textile Private Limited** continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter dated May 11, 2021 & May 27, 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 25, 2020](#)

Analytical approach: Standalone

Applicable Criteria:

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

[Criteria on assigning Outlook to Credit Ratings](#)

[Rating Methodology-Manufacturing Company](#)

[Financial ratios – Non-Financial Sector](#)

About the Entity

Rathi Style And Textile Private Limited (RSTPL) was incorporated in the year 2012 as a private limited company. RSTPL was promoted by Mr. Mahesh Kumar Rathi. Later on Mr. Vijay Tanwar, Mr. Chaina Ram Saini and Ms. Monika Bhatte joined as additional directors as on December 01, 2014, December 30, 2016 and February 01, 2017 respectively. Further Mr. Mahesh Kumar Rathi & Mr. Vijay Tanwar resigned as on February, 2017, and currently the entire operations are handled by Mr. Chaina Ram Saini & Ms. Monika Bhatte. The actual operations of the company have started since FY15. RSTPL is engaged in trading of readymade garments for women namely kurtis, leggings, and western top and others. The company procures traded goods from the local market based in Maharashtra & Gujarat. RSTPL sells its products in Maharashtra & Gujarat and generates ~100% of its revenue from domestic market.

Brief Financials (Rs. crore)	FY19(A)	FY20 (A)
Total operating income	44.98	12.63
PBILDT	0.52	0.21
PAT	0.07	0.05
Overall gearing (times)	0.58	0.36
Interest coverage (times)	1.24	1.45

A: Audited

Status of non-cooperation with previous CRA Not applicable

Any other information: Not applicable

Rating History (Last three years): Please refer Annexure-2

Complexity level of various instruments rated for this company: Annexure 4

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	-	-	-	5.00	CARE B-; 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	5.00	CARE B-; Stable; ISSUER NOT COOPERATING*	-	1)CARE B-; Stable; ISSUER NOT COOPERATING* (25-May-20)	1)CARE B; Stable; ISSUER NOT COOPERATING* (02-Apr-19)	1)CARE B; Stable (17-Apr-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 the Instrument	Complexity Level
1.	Fund-based - LT-Cash Credit	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.

Contact us

Analyst Contact

Name: Mrs. Ruchi Shroff

Contact no.: +91-22-6754 3554

Email ID: ruchi.shroff@careratings.com

Relationship Contact

Mr. Saikat Roy

Cell: + 91 98209 98779

E-mail: saikat.roy@careratings.com

Ms. Ankur Sachdeva

Cell: + 91 98196 98985

E-mail: ankur.sachdeva@careratings.com

About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

Disclaimer

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