

**Womens Next Loungeries Limited**  
 September 13, 2021

**Ratings**

Facilities / Instruments	Amount (Rs. crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	12.50	CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
<b>Total Facilities</b>	<b>12.50</b> <b>(Rs. Twelve Crore and Fifty Lakhs Only)</b>		

*Details of instruments/facilities in Annexure-1*

**Detailed Rationale & Key Rating Drivers**

CARE had, vide its press release dated September 22, 2020, placed the rating(s) of Womens Next Loungeries Limited (WNLL) under the 'issuer non-cooperating' category as WNLL had failed to provide information for monitoring of the rating. WNLL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and email dated August 08, 2021, August 18, 2021, August 24, 2021 and August 25, 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**

*At the time of last rating on September 18, 2020, the following were the rating strengths and weaknesses:*

**Key rating Weakness**

***Delay in servicing of debt obligation:*** As per banker interaction, there are overdues in cash credit account and account is classified as NPA.

**Analytical approach:** Standalone

**Applicable Criteria**

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

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

[CARE's Policy on Default Recognition](#)

[Rating Methodology- Manufacturing Companies](#)

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

[Liquidity Analysis of Non-Financial Sector Entities](#)

**About the Company**

Incorporated in December 2010 as Shiv Lingeries Private Limited by Mr Bhavesh Bhanushali, & Mrs Premila Bhanushali and subsequently converted to public limited company in 2012 with its name changed to Women's Next Loungeries Ltd. (WNLL) and listed with Bombay Stock Exchange in 2014. WNLL is engaged in the business of manufacturing of lingerie, lounge, pajamas, t-shirts and night suits and trading of fabric. The company sells ~70% of products to Ashapura Intimates Fashion Ltd. (AIFL) under their brand name of 'Valentine' and rest is sold to its other distributors through organized retail chains and distributors under the own brand name of 'Women's Next'. Further company procures 65% of its total raw materials viz. grey fabric and elastic from Momai Apparels Ltd. (subsidiary of AIFL) and rest of the raw materials viz. buttons, buckles, hooks, etc. from domestic suppliers. WNLL has manufacturing unit which is located at Bhiwandi, Thane.

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

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

Brief Financials (Rs. crore)	FY17 (A)	FY18 (A)	H1FY19 (UA)
Total operating income	51.77	38.76	15.44
PBILD	3.70	4.73	-9.91
PAT	0.90	1.82	-10.97
Overall gearing (times)	1.10	0.55	0.64
Interest coverage (times)	1.84	2.42	Negative

A: Audited, UA: Unaudited

Status of non-cooperation with previous CRA: Nil

Any other information: Not applicable

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

#### 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	-	-	-	12.50	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	12.50	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (22-Sep-20)	1)CARE D; ISSUER NOT COOPERATING* (29-Jul-19)	1)CARE D; ISSUER NOT COOPERATING* (13-Mar-19) 2)CARE D (23-Nov-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

**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](http://www.careratings.com). Investors/market intermediaries/regulators or others are welcome to write to [care@careratings.com](mailto:care@careratings.com) for any clarifications.

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### 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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