

**Badhri Cotton Mills Private Limited**  
**(Earlier Known as Reddies Textile Industries Private Limited)**

December 15, 2021

**Ratings**

Facilities/Instruments	Amount (Rs. crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	30.51	CARE D; ISSUER NOT COOPERATING* (Single D; ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
<b>Total Bank Facilities</b>	<b>30.51</b> <b>(Rs. Thirty Crore and Fifty-One Lakhs Only)</b>		

*Details of instruments/facilities in Annexure-1*

**Detailed Rationale & Key Rating Drivers**

CARE had, vide its press release dated November 24, 2020, placed the rating(s) of Badhri Cotton Mills Private Limited (BCMPL) under the 'issuer non-cooperating' category as BCMPL 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. BCMPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated October 10, 2021, October 20, 2021, and October 30, 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 [November 24, 2020](#)

**Analytical approach:** Standalone

**Applicable Criteria**

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

[Policy on default recognition](#)

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

**About the Company**

Badhri Cotton Mills Private Limited (BCMPL) (Earlier known as Reddies Textile Industries Private Limited) started its commercial operations from December 2012. The company is engaged in cotton yarn spinning (with a capacity of 31,248 spindles) at its manufacturing facilities located at Prakasam district, Andhra Pradesh. The key raw material being cotton bales is procured from local suppliers. BCMPL sells the cotton yarn to dealers and traders based at Maharashtra, Tamil Nadu, Telangana and Andhra Pradesh.

Brief Financials (Rs. crore)	FY17(A)	FY18(A)	FY19(Prov.)
Total operating income	3.28	0.22	NA
PBILDT	-13.99	-1.74	NA
PAT	-20.30	-7.65	NA
Overall gearing (times)	NM	NM	NA
Interest coverage (times)	NM	NM	NA

*A: Audited; NM: Not Meaningful; Prov: Provisional; NA: Not Applicable*

**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:** Annexure 3

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

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

**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		-	-	-	7.00	CARE D; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	March, 2020	23.51	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	7.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (24-Nov-20)	1)CARE D; ISSUER NOT COOPERATING* (04-Sep-19)	1)CARE D; ISSUER NOT COOPERATING* (19-Jun-18)
2	Fund-based - LT-Term Loan	LT	23.51	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (24-Nov-20)	1)CARE D; ISSUER NOT COOPERATING* (04-Sep-19)	1)CARE D; ISSUER NOT COOPERATING* (19-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	Fund-based - LT-Term Loan	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:

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