

Ahill Apparel Exports Private Limited

January 19, 2023

Ratings

Facilities/Instruments	Amount (Rs crore)	Rating ¹	Rating Action
Long Term Bank Facilities	27.92	CARE BB-; Stable; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB; Stable; (Double B; Outlook: Stable)

Details of instruments/facilities in Annexure-1

*Issuer did not cooperate; Based on best available information

Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated November 02, 2021, placed the rating(s) of Ahill Apparel Exports Private Limited (AAEPL) under the 'issuer non-cooperating' category as AAEPL 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. AAEPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated September 18, 2022, September 28, 2022, October 08, 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).

The ratings assigned to the bank facilities of AAEPL have been revised on account of non-availability of requisite information. The ratings further consider decline in operating income, overall profitability and debt coverage indicators during FY21 over FY20.

Detailed description of the key rating drivers

Please refer to PR dated [November 02, 2021](#)

Analytical approach: Standalone

Applicable criteria

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

[Policy on default recognition](#)

[Rating Outlook and Credit Watch](#)

About the Company

AAEPL is a part of Ahill Apparel Group (established in the year 1994 as a partnership concern) and was incorporated as a Private Limited Company in the year April 01, 2010, by Mr D Elango, Mr S D Arun and Mr E Sivaparthiban. The other group companies within the group are viz. Laurel Apparels (LA) and Laurel Packs (LP), where, LA is engaged into manufacturing and export of hosiery garments and LP is engaged in manufacturing of carton boxes. AAEPL is engaged in manufacturing of hosiery garments with majority of exports to the countries like USA, Canada and Malaysia. The total installed capacity of the manufacturing unit located in Uthukuli, Tamil Nadu is 84.24 lakh pieces per year. The majority of the sales of the company are made to the retail chains like 'The Children's Place' of USA and to Switzerland's largest retail company 'Migros'. The export orders are received as per seasonal demand in the market. Furthermore, the major raw material i.e. yarns and fabric is procured from the companies based out in various locations of Southern and Northern India.

Brief Financials (Rs. crore)	FY21 (A)	FY22 (A)	9MFY23 (Prov.)
Total operating income	76.68	NA	NA
PBILDT	8.23	NA	NA
PAT	2.71	NA	NA
Overall gearing (times)	0.35	NA	NA
Interest coverage (times)	4.86	NA	NA

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

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

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: Detailed explanation of the covenants of the rated instruments/facilities is given in Annexure-3

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

Lender details: Annexure-5

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-Packing Credit in Foreign Currency		-	-	-	13.00	CARE BB-; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	Sep 2022	10.50	CARE BB-; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	Mar 2022	1.29	CARE BB-; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	Mar 2022	2.69	CARE BB-; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	Mar 2022	0.44	CARE BB-; Stable; 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	10.50	CARE BB-; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (02-Nov-21)	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (14-Oct-20)	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (16-Jul-19)
2	Fund-based - LT-Term Loan	LT	1.29	CARE BB-; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (02-Nov-21)	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (14-Oct-20)	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (16-Jul-19)
3	Fund-based - LT-Term Loan	LT	2.69	CARE BB-; Stable; ISSUER	-	1)CARE BB; Stable; ISSUER NOT	1)CARE BB+; Stable; ISSUER NOT	1)CARE BB+; Stable; ISSUER NOT

				NOT COOPERATING*		COOPERATING* (02-Nov-21)	COOPERATING* (14-Oct-20)	COOPERATING* (16-Jul-19)
4	Fund-based - LT-Term Loan	LT	0.44	CARE BB-; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (02-Nov-21)	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (14-Oct-20)	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (16-Jul-19)
5	Fund-based - LT-Packing Credit in Foreign Currency	LT	13.00	CARE BB-; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (02-Nov-21)	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (14-Oct-20)	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (16-Jul-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

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Packing Credit in Foreign Currency	Simple
2	Fund-based - LT-Term Loan	Simple

Annexure 5: Lender details

To view the lender wise details of bank facilities please [click here](#)

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 us:

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