

## The Rajlakshmi Cotton Mills Private Limited

August 13, 2024

| Facilities/Instruments     | Amount (₹ crore) | Rating <sup>1</sup>                      | Rating Action  |
|----------------------------|------------------|--|--|
| Long Term Bank Facilities  | 46.00            | CARE BB; Stable; ISSUER NOT COOPERATING* | Rating continues to remain under ISSUER NOT COOPERATING category |
| Short Term Bank Facilities | 38.00            | CARE A4; ISSUER NOT COOPERATING*         | Rating continues to remain under ISSUER NOT COOPERATING category |

Details of instruments/facilities in Annexure-1

\*Issuer did not cooperate; based on best available information.

### Rationale and key rating drivers

CARE Ratings Ltd. had, vide its press release dated June 12, 2023, placed the rating(s) of The Rajlakshmi Cotton Mills Private Limited (TRCMPL) under the 'issuer non-cooperating' category as TRCMPL had failed to provide information for monitoring of the rating. TRCMPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated April 27, 2024, May 07, 2024, May 17, 2024.

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).**

**Analytical approach:** Standalone

**Outlook:** Stable

### Detailed description of the key rating drivers:

Please refer to PR dated [June 12, 2023](#)

### Applicable criteria

[CARE Ratings' criteria on information adequacy risk and issuer non-cooperation](#)

[Policy on default recognition](#)

[Criteria on Assigning 'Outlook' or 'Rating Watch' to Credit Ratings](#)

### About the company

TRCMPL, incorporated in May 1934, is involved in manufacturing and exporting organic cotton garments and bedding and bath products. The products of the company include knitted garments, bath robes and towels, woven garments, shopping beds and bath and bedding products. The company is promoted by Kolkata based Jaipuria family. The directors of the company are Mr. Rajat Jaipuria, Mrs. Kusum Jaipuria and Mr. Amit Kandhari. The daily operations are managed by Mr. Rajat Jaipuria. Since the past three years, the revenue of the company has been on a rise despite competition in the market. The revenue of the company 3 CARE Ratings Limited Press Release for the period ending 31 March, 2018, stands at approximately Rs.209 crore, which is a growth of approximately 8% from the previous year. The company has established international presence as it exports to USA, France, Belgium, Holland, Germany, Canada, Japan, Australia, Denmark, UK, South Korea and Spain. Around 90 % of the total sales revenue comes from export sales.

| Brief Financials (Rs. crore) | March 31, 2022 (A) | March 31, 2023 (A) |
|------------------------------|--------------------|--------------------|
| Total operating income       | 456.99             | 432.95             |
| PBILDT                       | 29.61              | 36.01              |
| PAT                          | 12.30              | 14.49              |
| Overall gearing (times)      | 1.26               | 1.08               |
| Interest coverage (times)    | 5.54               | 5.51               |

A: Audited; Note: 'the above results are latest financial results available'

<sup>1</sup>Complete definition of the ratings assigned are available at [www.careedge.in](http://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 covenants of the rated instruments/facilities is given in Annexure-3

**Complexity level of various instruments rated:** Annexure-4

**Lender details:** Annexure-5

#### Annexure-1: Details of instruments/facilities

| Name of the Instrument                   | ISIN | Date of Issuance (DD-MM-YYYY) | Coupon Rate (%) | Maturity Date (DD-MM-YYYY) | Size of the Issue (₹ crore) | Rating Assigned along with Rating Outlook |
|--|------|-------------------------------|-----------------|----------------------------|-----------------------------|---|
| Fund-based - LT-Cash Credit              |      | -                             | -               | -                          | 3.00                        | CARE BB; Stable; ISSUER NOT COOPERATING*  |
| Fund-based - ST-EPC/PSC                  |      | -                             | -               | -                          | 18.50                       | CARE A4; ISSUER NOT COOPERATING*          |
| Fund-based - ST-Foreign Bill Discounting |      | -                             | -               | -                          | 5.50                        | CARE A4; ISSUER NOT COOPERATING*          |
| Non-fund-based - ST-Forward Contract     |      | -                             | -               | -                          | 10.00                       | CARE A4; ISSUER NOT COOPERATING*          |
| Non-fund-based - ST-Letter of credit     |      | -                             | -               | -                          | 4.00                        | CARE A4; ISSUER NOT COOPERATING*          |
| Term Loan-Long Term                      |      | -                             | -               | December 2024              | 43.00                       | CARE BB; Stable; ISSUER NOT COOPERATING*  |

\*Issuer did not cooperate; based on best available information.

**Annexure-2: Rating history for the last three years**

| Sr. No. | Name of the Instrument/Bank Facilities   | Current Ratings |                              |  | Rating History                              |  |  |   |
|---------|--|-----------------|------------------------------|--|---|--|--|---|
|         |  | Type            | Amount Outstanding (₹ crore) | Rating                                   | Date(s) and Rating(s) assigned in 2024-2025 | Date(s) and Rating(s) assigned in 2023-2024            | Date(s) and Rating(s) assigned in 2022-2023            | Date(s) and Rating(s) assigned in 2021-2022 |
| 1       | Fund-based - ST-EPC/PSC                  | ST              | 18.50                        | CARE A4; ISSUER NOT COOPERATING*         | -   | 1)CARE A4; ISSUER NOT COOPERATING* (12-Jun-23)         | 1)CARE A4; ISSUER NOT COOPERATING* (26-Apr-22)         | -   |
| 2       | Term Loan-Long Term                      | LT              | 43.00                        | CARE BB; Stable; ISSUER NOT COOPERATING* | -   | 1)CARE BB; Stable; ISSUER NOT COOPERATING* (12-Jun-23) | 1)CARE BB; Stable; ISSUER NOT COOPERATING* (26-Apr-22) | -   |
| 3       | Fund-based - LT-Cash Credit              | LT              | 3.00                         | CARE BB; Stable; ISSUER NOT COOPERATING* | -   | 1)CARE BB; Stable; ISSUER NOT COOPERATING* (12-Jun-23) | 1)CARE BB; Stable; ISSUER NOT COOPERATING* (26-Apr-22) | -   |
| 4       | Non-fund-based - ST-Letter of credit     | ST              | 4.00                         | CARE A4; ISSUER NOT COOPERATING*         | -   | 1)CARE A4; ISSUER NOT COOPERATING* (12-Jun-23)         | 1)CARE A4; ISSUER NOT COOPERATING* (26-Apr-22)         | -   |
| 5       | Non-fund-based - ST-Forward Contract     | ST              | 10.00                        | CARE A4; ISSUER NOT COOPERATING*         | -   | 1)CARE A4; ISSUER NOT COOPERATING* (12-Jun-23)         | 1)CARE A4; ISSUER NOT COOPERATING* (26-Apr-22)         | -   |
| 6       | Fund-based - ST-Foreign Bill Discounting | ST              | 5.50                         | CARE A4; ISSUER NOT COOPERATING*         | -   | 1)CARE A4; ISSUER NOT COOPERATING* (12-Jun-23)         | 1)CARE A4; ISSUER NOT COOPERATING* (26-Apr-22)         | -   |

\*Issuer did not cooperate; based on best available information.

LT: Long term; ST: Short term

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

**Annexure-4: Complexity level of the various instruments rated**

| Sr. No. | Name of the Instrument                   | Complexity Level |
|---------|--|------------------|
| 1       | Fund-based - LT-Cash Credit              | Simple           |
| 2       | Fund-based - ST-EPC/PSC                  | Simple           |
| 3       | Fund-based - ST-Foreign Bill Discounting | Simple           |
| 4       | Non-fund-based - ST-Forward Contract     | Simple           |
| 5       | Non-fund-based - ST-Letter of credit     | Simple           |
| 6       | Term Loan-Long Term                      | Simple           |

**Annexure-5: Lender details**

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

**Note on the 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](mailto:care@careedge.in) for any clarifications.

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### About us:

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