

Dream Weaver Private Limited

September 26, 2024

Facilities	Amount (₹ crore)	Rating ¹	Rating Action
Long-term bank facilities	1.00	CARE D; ISSUER NOT COOPERATING*	Rating moved to ISSUER NOT COOPERATING category
Short-term bank facilities	9.00	CARE D; ISSUER NOT COOPERATING*	Rating moved to ISSUER NOT COOPERATING category

Details of facilities in Annexure-1.

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

Rationale and key rating drivers

CARE Ratings Ltd. has been seeking information from Dream Weaver Private Limited (DWPL) to monitor the ratings vide email communications/letters dated September 09, 2024, September 16, 2024, among others and numerous phone calls. However, despite our repeated requests, the company has not provided the requisite information for monitoring the ratings. 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. Further, DWPL has not paid the surveillance fees for the rating exercise as agreed to in its Rating Agreement. The rating on DWPL's bank facilities will now be denoted as CARE D; ISSUER NOT COOPERATING*.

Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above ratings.

The ratings take into account the on-going delay in debt servicing of its term loan and Guaranteed Emergency Credit Line (GECL) loan by the company due to stretched liquidity position.

Analytical approach: Standalone

Outlook: Not Applicable

Detailed description of key rating drivers:

At the time of last rating on September 14, 2023, the following were the rating strengths and weaknesses (updated for the information available from ROC and lender).

Key weaknesses

Delay in term debt servicing

There are instances of delay in debt servicing of term loan and GECL loan by the company on account of stretched liquidity position.

Applicable criteria

[Policy in respect of non-cooperation by issuers](#)

[Definition of Default](#)

[Rating Outlook and Rating Watch](#)

[Manufacturing Companies](#)

[Financial Ratios – Non financial Sector](#)

[Short Term Instruments](#)

About the company and industry

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Consumer Discretionary	Consumer Durables	Consumer Durables	Leather And Leather Products

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

Incorporated in 2006, DWPL is engaged in the manufacturing and export of leather and leather products. The company deals in small leather goods like wallets, belts, purses, key rings etc along with ladies bag, handbags, laptop bags, brief cases, etc. The company does contract manufacturing for brands like Samsonite, Pepe Jeans, etc which eventually sells the products under their brand name. The company had a manufacturing facility in Kolkata with an installed capacity of 3,50,000 pcs per annum which has now been increased to 5,04,000 pcs per annum from January 2023, post shifting of the facility to Bantala (West Bengal). The company fully exports its products to the European countries like Italy, Spain, UK etc through Air (80%) and Sea (20%). The day-to-day affairs of the company are looked after by Rakesh Kumar Choubey, Director, along with other director and a team of experienced personnel.

Brief Financials (₹ crore)	March 31, 2022 (A)	March 31, 2023 (A)
Total operating income	10.93	11.00
PBILDT	1.23	1.47
PAT	0.30	0.30
Overall gearing (times)	3.49	4.07
Interest coverage (times)	1.68	1.50

A: Audited; Note: these are latest available financial results

Status of non-cooperation with previous CRA: CRISIL continues the rating under Issuer Not Cooperating category vide its Press Release dated June 14, 2024, as the company did not provide the requisite information needed to conduct the rating exercise or did not provide the No Default Statements for the last three months.

Any other information: Not Applicable

Rating history for last three years: Annexure-2

Detailed explanation of covenants of rated instrument / facility: Annexure-3

Complexity level of instruments rated: 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 (₹ crore)	Rating Assigned and Rating Outlook
Fund-based - LT-Term Loan		-	-	Sep 2026	1.00	CARE D; ISSUER NOT COOPERATING*
Fund-based - ST-FBN / FBP		-	-	-	4.00	CARE D; ISSUER NOT COOPERATING*
Fund-based - ST-Packing Credit in Indian rupee		-	-	-	4.00	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - ST-Letter of credit		-	-	-	1.00	CARE D; ISSUER NOT COOPERATING*

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

Annexure-2: Rating history for 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-Packing Credit in Indian rupee	ST	4.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D (14-Sep-23)	1)CARE A4 (06-Jan-23)	1)CARE A4 (23-Dec-21)
2	Fund-based - ST-FBN / FBP	ST	4.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D (14-Sep-23)	1)CARE A4 (06-Jan-23)	1)CARE A4 (23-Dec-21)
3	Non-fund-based - ST-Letter of credit	ST	1.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D (14-Sep-23)	1)CARE A4 (06-Jan-23)	1)CARE A4 (23-Dec-21)
4	Fund-based - LT-Term Loan	LT	1.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D (14-Sep-23)	1)CARE B+; Stable (06-Jan-23)	-

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

LT: Long term; ST: Short term

Annexure-3: Detailed explanation of covenants of rated facilities: Not Applicable**Annexure-4: Complexity level of instruments rated**

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Term Loan	Simple
2	Fund-based - ST-FBN / FBP	Simple
3	Fund-based - ST-Packing Credit in Indian rupee	Simple
4	Non-fund-based - ST-Letter of credit	Simple

Annexure-5: Lender details

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

Note on complexity levels of rated instruments: CARE Ratings has classified instruments rated by it based on complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for clarifications.

Contact us

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About us:

Established in 1993, CARE Ratings is one of the leading credit rating agencies in India. Registered under the Securities and Exchange Board of India, it has been acknowledged as an External Credit Assessment Institution by the RBI. With an equitable position in the Indian capital market, CARE Ratings provides a wide array of credit rating services that help corporates raise capital and enable investors to make informed decisions. With an established track record of rating companies over almost three decades, CARE Ratings follows a robust and transparent rating process that leverages its domain and analytical expertise, backed by the methodologies congruent with the international best practices. CARE Ratings has played a pivotal role in developing bank debt and capital market instruments, including commercial papers, corporate bonds and debentures, and structured credit.

Disclaimer:

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