

## Bhaarathi Spintex India Private Limited

December 03, 2024

Facilities/Instruments	Amount (₹ crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	41.17	CARE B-; Stable; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category and Downgraded from CARE B; Stable
Short Term Bank Facilities	1.36	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 November 23, 2023, placed the rating(s) of Bhaarathi Spintex India Private Limited (BSIPL) under the 'issuer non-cooperating' category as BSIPL had failed to provide information for monitoring of the rating as agreed to in its Rating Agreement. BSIPL continues to be non-cooperative despite repeated requests for submission of information through e-mails dated October 08, 2024, October 18, 2024, October 28, 2024 among others.

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 have been revised on account of non - availability of requisite information.

**Analytical approach:** Standalone

**Outlook:** Stable

### Detailed description of the key rating drivers:

Please refer to PR dated [November 23, 2023](#)

### Applicable criteria

[Policy on Default Recognition](#)

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

[Rating Outlook and Rating Watch](#)

### About the company

Bhaarathi Spintex India Ltd (BSIL) was incorporated in 2011. The company started full scale operations from September 2012, after the completion and stabilization of the plant at Pallipalayam, Erode. The company is involved in the manufacture of Viscose yarn. The Company has recently commissioned a state-of-the-art spinning mill in Pallipalayam with about 300 employees. It has about 21600 spindles at a total manufacturing capacity of 13000-14000 kg's of yarn per day. The company was indulged in manufacturing of both Cotton yarn as well as a small proportion of Viscose yarn till January 2015. Since, February 2015, the company has started concentrating only in the manufacture of viscose yarn in cone form. The counts are 15s, 18s, 30s, 40s, 42s, 34s yarn. The Company supplies yarn to the weavers and the job workers located in the vicinity of the company. On March 09, 2016, BSIL was converted into a private limited company and changed its name to Bhaarathi Spintex India Private Limited (BSIPL).

**Status of non-cooperation with previous CRA:** India Ratings has continued the rating assigned to the bank facilities of BSIPL into Issuer Not Cooperating category vide press release dated July 14, 2024 on account of its inability to carry out a review in the absence of requisite information.

**Any other information:** Not Applicable

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

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

**Covenants of rated instrument / facility:** 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 and Rating Outlook
Fund-based - LT-Cash Credit		-	-	-	19.25	CARE B-; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	May 2025	21.92	CARE B-; Stable; ISSUER NOT COOPERATING*
Non-fund-based - ST-Bank Guarantee		-	-	-	1.01	CARE A4; ISSUER NOT COOPERATING*
Non-fund-based - ST-Forward Contract		-	-	-	0.35	CARE A4; 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 - LT-Term Loan	LT	21.92	CARE B-; Stable; ISSUER NOT COOPERATING*	-	1)CARE B; Stable; ISSUER NOT COOPERATING* (23-Nov-23)	1)CARE B; Stable; ISSUER NOT COOPERATING* (15-Sep-22)	1)CARE B+; Stable; ISSUER NOT COOPERATING* (22-Jul-21)
2	Fund-based - LT-Cash Credit	LT	19.25	CARE B-; Stable; ISSUER NOT COOPERATING*	-	1)CARE B; Stable; ISSUER NOT COOPERATING* (23-Nov-23)	1)CARE B; Stable; ISSUER NOT COOPERATING* (15-Sep-22)	1)CARE B+; Stable; ISSUER NOT COOPERATING* (22-Jul-21)
3	Non-fund-based - ST-Bank Guarantee	ST	1.01	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (23-Nov-23)	1)CARE A4; ISSUER NOT COOPERATING* (15-Sep-22)	1)CARE A4; ISSUER NOT COOPERATING* (22-Jul-21)
4	Non-fund-based - ST-Forward Contract	ST	0.35	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (23-Nov-23)	1)CARE A4; ISSUER NOT COOPERATING* (15-Sep-22)	1)CARE A4; ISSUER NOT COOPERATING* (22-Jul-21)

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

LT: Long term; ST: Short term

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

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Cash Credit	Simple
2	Fund-based - LT-Term Loan	Simple
3	Non-fund-based - ST-Bank Guarantee	Simple
4	Non-fund-based - ST-Forward Contract	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.

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### About us:

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