

## Nilkanth Cotton Industries

February 06, 2026

Facilities/Instruments	Amount (₹ crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	7.32	CARE D; 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 & Key Rating Drivers

CARE Ratings Ltd. (CareEdge Ratings) had, vide its press release dated December 03, 2024, placed the rating(s) of Nilkanth Cotton Industries (NCI) under the 'issuer non-cooperating' category as NCI had failed to provide information for monitoring of the rating as agreed to in its Rating Agreement. NCI continues to be non-cooperative despite repeated requests for submission of information through e-mails dated October 19, 2025, October 29, 2025, November 08, 2025 among others.

In line with the extant SEBI guidelines, CareEdge Ratings has reviewed the rating on the basis of the best available information which however, in CareEdge Ratings' 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:** Not Applicable

### Detailed description of the key rating drivers:

Please refer to PR dated [December 03, 2024](#)

### Applicable criteria

[Definition of Default](#)

[Information Adequacy Risk and Issuer Non-Cooperation](#)

### About the company and industry

Jangvad, Jasdan-based (Rajkot) NCI was established as a partnership firm in 2014 by six partners. The partners of NCI include mainly Mr Hareshbhai H Tadhani and Mr Chandubhai H Tadhani. The firm is engaged into the activity of cotton ginning, bailing and cleaning. The main products of NCI include cotton seeds, cotton bales, cotton cake and cotton wash oil. The firm has an installed capacity of 18144 Metric Ton per annum for raw cotton processing and 2160 Metric Ton per annum for cotton seeds processing as on March 31, 2016. The firm's manufacturing facilities are equipped with 24 ginning machines, 1 pressing machine and 5 expellers for crushing of cotton seeds. The firm operated at 90% capacity utilization for the year ending on March 31, 2016. The firm has an established selling network for selling the products outside Gujarat i.e. Tamil Nadu and Rajasthan.

**Status of non-cooperation with previous CRA:** ICRA has continued the ratings assigned to the bank facilities of NCI to 'Issuer Not Cooperating' category vide press release dated January 08, 2025 on account of its inability to carry out a review in the absence of the requisite information from the firm.

Brickwork has continued the ratings assigned to the bank facilities of NCI to 'Issuer Not Cooperating' category vide press release dated May 30, 2025 on account of its inability to carry out a review in the absence of the requisite information from the firm.

**Any other information:** Not Applicable

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

**Covenants of rated instrument / facility:** Annexure-3

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

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

**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		-	-	-	6.00	CARE D; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	February 2019	1.32	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 2025-2026	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
1	Fund-based - LT-Cash Credit	LT	6.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (03-Dec-24)	1)CARE D; ISSUER NOT COOPERATING* (18-Oct-23)	1)CARE D; ISSUER NOT COOPERATING* (12-Sep-22)
2	Fund-based - LT-Term Loan	LT	1.32	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (03-Dec-24)	1)CARE D; ISSUER NOT COOPERATING* (18-Oct-23)	1)CARE D; ISSUER NOT COOPERATING* (12-Sep-22)

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

LT: Long 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 - LT-Term Loan	Simple

**Annexure-5: Lender details**

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

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

## Contact us

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