

PSKARUN Tex Private Limited

April 02, 2026

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	9.80	CARE BB-; Stable; ISSUER NOT COOPERATING*	Rating moved to ISSUER NOT COOPERATING category
Long Term / Short Term Bank Facilities	34.00	CARE BB-; Stable / CARE A4; ISSUER NOT COOPERATING*	Rating moved to 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

PSKARUN Tex Private Limited has not paid the surveillance fees for the rating exercise agreed to in its Rating Agreement. In line with the extant SEBI guidelines, CARE Ratings Ltd.'s rating on PSKARUN Tex Private Limited's bank facilities will now be denoted as **CARE BB-/CARE A4; 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 rating(s).

Ratings continue to bank facilities of PSKARUN Tex Private Limited (PSK) continue to be constrained by moderate scale of operations, moderate capital structure, weak debt coverage indicators, and highly fragmented industry and raw material price volatility. However, ratings derive strength from, experienced promoters and established relationship with customers

Analytical approach: Standalone

Outlook: Stable

Detailed description of the key rating drivers:

At the time of last rating on March 21, 2025 the following were the rating strengths and weaknesses (updated for the information provided by PSKARUN Tex Private Limited)

Key weaknesses

Moderate scale of operations

The scale of operations remained moderate during FY25 (April 1 to March 31), with Total Operating Income (TOI) of ₹112.64 crore, compared to ₹120.41 crore in the previous year. The decline in turnover was primarily attributable to price volatility in the textile sector. Given the wide range of blends and raw materials used in the industry, end users have the flexibility to shift to more cost-competitive alternatives, which impacted overall revenues.

Moderate capital structure and weak debt coverage indicators

The company's capital structure stood moderate with overall gearing of 2.08x as on March 31, 2025, against 2.07x as on March 31, 2024. The debt coverage indicators stood weak with TD/GCA of 14.78x as on March 31, 2025, against 15.05x as on March 31, 2024. The interest coverage stood at 1.73x in FY25 (PY:1.54x).

Volatility in raw material prices

The company deals with cotton yarn and other man-made yarns. The company's profitability is susceptible to the movement in the prices of raw cotton which is the key raw material for production of cotton yarn. The prices of raw cotton are volatile and depend upon factors such as area under production, yield, vagaries of monsoon, international demand supply scenario, inventory carry forward from the previous year, export quota and minimum support price (MSP) decided by the government. PSF, on the other hand, is a derivative of crude oil and its price depends on movement of crude oil prices. Volatility in the raw material prices may adversely affect the company's margins. The PBILDT margin has been volatile in the range of 6%-7.6% over last three years ended FY25.

Highly fragmented, competitive industry

The Indian textile industry consists of large, organised players who contribute 75% of total installed capacity and the remaining 25% is contributed by unorganised segment. PSK is a relatively small player in this space, lacking the benefits of economies of scale. The intense competition in highly fragmented textile industry also restricts its ability to completely

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

pass on volatility in input cost to its customers. The company is in the textile industry pre-dominantly depending on cotton.

Key strengths

Experienced promoters

PSK was established in March 2018 by P S Kandasamy, PSK Arun and K Lakshmi. P S Kandasamy, managing director holds over three decades' experience in similar business and manages administration department. Prior to establishing PSK, Kandasamy was the proprietor of PSK Dyeing. PSK Arun completed his Master of Business Administration and holds fifteen years' experience in textile industry and manages financial, banking and marketing department. Lakshmi also has three decades' experience in same business and manages the day-to-day activities of the manufacturing unit.

Long standing relation with clients and suppliers

PSK has established long-standing relationships with both its clients and suppliers, built over several years of operations. The company primarily deals in polyester products, which it procures from reputed manufacturers such as Bhilosa Industries Limited and Filatex India Limited. These products are supplied to customers including Devaraj Tex, Khriya Tex, and several others.

Liquidity: Stretched

Liquidity is stretched marked with tightly matched accruals against term debt obligations of ₹4.36 crore in FY25 and with low cash balance of ₹0.24 crore as on March 31, 2025. The company's operating cycle elongated to 158 days as on March 31, 2025 due to elongation in inventory days which stood at 147 days as on March 31, 2025 (PY: 101 days). The company has been sanctioned with cash credit of ₹34 crore and the average utilisation stood high at 90% for the last 12 months ended February 2026.

Assumptions/Covenants: Not Applicable

Environment, social, and governance (ESG) risks: Not Applicable

Applicable criteria

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

[Liquidity Analysis of Non-financial sector entities](#)

[Rating Outlook and Rating Watch](#)

[Manufacturing Companies](#)

[Financial Ratios – Non financial Sector](#)

[Cotton Textile](#)

[Short Term Instruments](#)

[Manmade Yarn-Methodology](#)

[Wholesale Trading](#)

About the company and industry

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Industrials	Construction	Construction	Civil Construction

PSKARUN Tex Private Limited (PSK) was established in March 2018 and commercial operations commenced from April 2018 by P S Kandasamy, PSK Arun and Lakshmi. PSK is originally engaged in trading yarn and fabrics and manufacturing fabrics with installed capacity of 400 looms. PSK is also engaged in processing that is dyeing yarn and fabrics on job order basis. The manufacturing unit is in Pallipalayam, Tamil Nadu.

Brief Financials (Rs. crore)	31-03-2023 (A)	31-03-2024 (A)	31-03-2025 (A)
Total operating income	109.88	120.41	112.64
PBILDT	6.49	8.39	7.73
PAT	0.98	1.57	1.43
Overall gearing (times)	2.45	2.07	2.08
Interest coverage (times)	1.83	1.54	1.73

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

*PBILDT: Profit before interest, lease rentals, depreciation and tax

Status of non-cooperation with previous CRA: Brickwork has reviewed the rating of PSK and classified into 'Issuer Not Cooperating' category based on best available information vide PR dated July 15, 2025. The reason provided by Brickwork is non-furnishing of information for monitoring of rating.

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 (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned and Rating Outlook
Fund-based - LT-Term Loan		-	-	September 2027	4.00	CARE BB-; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	November 2026	5.80	CARE BB-; Stable; ISSUER NOT COOPERATING*
Fund-based - LT/ST-Cash Credit		-	-	-	34.00	CARE BB-; Stable / CARE A4; ISSUER NOT COOPERATING*

*Issuer did not cooperate; based on best available information., LT: Long term; LT/ST: Long term/Short term

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/ST-Cash Credit	LT/ST	34.00	CARE BB-; Stable / CARE A4; ISSUER NOT COOPERATING*	-	1)CARE BB-; Stable / CARE A4 (21-Mar-25)	1)CARE BB-; Stable / CARE A4 (16-Jan-24)	1)CARE BB-; Stable / CARE A4 (03-Jan-23)
2	Fund-based - LT-Term Loan	LT	4.00	CARE BB-; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB-; Stable (21-Mar-25)	1)CARE BB-; Stable (16-Jan-24)	1)CARE BB-; Stable (03-Jan-23)
3	Fund-based - LT-Term Loan	LT	5.80	CARE BB-; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB-; Stable (21-Mar-25)	1)CARE BB-; Stable (16-Jan-24)	1)CARE BB-; Stable (03-Jan-23)

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

LT: Long term; LT/ST: Long term/Short term

Annexure-3: Detailed explanation of covenants of rated instruments/facilities: Not Applicable

Annexure-4: Complexity level of the instruments rated

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Term Loan	Simple
2	Fund-based - LT/ ST-Cash Credit	Simple

Annexure-5: Lender details

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

Note on complexity levels of the 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 for clarifications.

Contact us

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