

Vardhman Textile Components Limited

April 06, 2026

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	11.29	CARE B+; Stable; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category and Downgraded from CARE BB; Stable

Details of instruments/facilities in Annexure-1

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

Rationale and key rating drivers

CARE Ratings Ltd. (CareEdge Ratings) had, vide its press release dated January 27, 2025, placed the rating(s) of Vardhman Textile Components Limited (VTCL) under the 'issuer non-cooperating' category as VTCL had failed to provide information for monitoring of the rating as agreed to in its Rating Agreement. VTCL continues to be non-cooperative despite repeated requests for submission of information through e-mails dated December 23, 2025, January 02, 2026 and February 25, 2026 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).

The ratings assigned to the bank facilities of VTCL 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 [January 27, 2025](#)

Applicable criteria

[Policy on Default Recognition](#)

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

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

About the company

VTCL was initially incorporated as Vardhman Needles Limited in 1981 by Late Mr Ish Jain and Mr Deepak Jain and subsequently renamed Vardhman Textile Components Limited (VTCL) in 1994. The company was engaged in the manufacturing of paper cones used for winding yarn since the commencement of its commercial operations in 1995. In June 2016, however, the company also commenced manufacturing of corrugated boxes. VTCL operates from its single manufacturing facility in Ludhiana (Punjab), at an installed capacity of 15000 metric tonnes per annum for corrugated boxes as on March 31, 2021. The manufacturing of cones was ceased from April-2017. The company is a part of the Ludhiana-based Vardhman group which has a long-standing industry presence of nearly five-and-a-half decades and is one of the leading players in the Indian textile industry. The flagship company of the group, Vardhman Textiles Limited (VTL), has been engaged in the textile business, since 1974.

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Rating history for last three years: Annexure-2

Covenants of rated instrument / facility: Annexure-3

Complexity level of instruments rated: Annexure-4

¹Complete definition of ratings assigned are available at 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 B+; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	31/07/2029	2.29	CARE B+; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Working Capital Limits		-	-	-	3.00	CARE B+; Stable; 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-Term Loan	LT	2.29	CARE B+; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (27-Jan-25)	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (09-Jan-24)	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (22-Nov-22) 2)CARE BBB-; Stable; ISSUER NOT COOPERATING* (26-May-22)
2	Fund-based - LT-Cash Credit	LT	6.00	CARE B+; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (27-Jan-25)	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (09-Jan-24)	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (22-Nov-22) 2)CARE BBB-; Stable; ISSUER NOT COOPERATING* (26-May-22)
3	Fund-based - LT-Working Capital Limits	LT	3.00	CARE B+; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (27-Jan-25)	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (09-Jan-24)	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (22-Nov-22) 2)CARE BBB-; Stable; ISSUER NOT COOPERATING* (26-May-22)

*Issuer did not cooperate; based on best available information.
LT: Long 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	Fund-based - LT-Working Capital Limits	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 for clarifications.

Contact us

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About us:

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