

Patspin India Limited

November 21, 2022

Ratings

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	68.36	CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Long Term / Short Term Bank Facilities	7.00	CARE D / CARE D; ISSUER NOT COOPERATING* (Single D / Single D ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Short Term Bank Facilities	143.80	CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Total Bank Facilities	219.16 (₹ Two Hundred Nineteen Crore and Sixteen Lakhs Only)		

Details of instruments/facilities in Annexure-1.

Detailed rationale and key rating drivers

CARE had vide its press release dated November 10, 2021 placed the ratings of Patspin India Limited (PIL) under the issuer non cooperating category as PIL had failed to provide information for monitoring the ratings as agreed to in its rating agreement. PIL continues to be non-cooperative despite repeated requests for submission of information through e-mails and phone calls dated September 26, 2022, October 06, 2022 and October 16, 2022.

In line with the extant SEBI guidelines, CARE has reviewed the rating on the basis of the best available information which, however, in CARE'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).

Detailed description of the key rating drivers

At the time of the previous rating on November 10, 2021 the following were the rating strengths and weakness (updated for the information available from stock exchange)

Key Rating Weaknesses

Ongoing delays in debt servicing

During FY22, the company reported a net loss of Rs. 13.38 crore on total income of Rs. 143.41 crore. On account of continuous losses over the years with inadequate cash accruals, there have been ongoing delays in servicing of debt obligations.

Analytical approach: Standalone

Applicable criteria

[Policy in respect of Non-cooperation by issuer](#)
[Policy on default recognition](#)

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

About the company

Patspin India Limited (PIL) is part of Kerala based GTN group. GTN group was established by Late Mr. M.L. Patodia in 1960. GTN group has presence in spinning yarn, knitting, processing and garmenting. Primary business activity of PIL is production and sale of cotton yarn (counts ranging from 20s to 100s). In addition to this, PIL is also engaged in value-adding activities like TFO (Two-For-One) twisting and gassing of textile yarn. Incorporated in the year 1991, as on March 31, 2021, the total capacity of PIL stood at 114,000 spindles.

Brief Financials (₹ crore)	March 31, 2021 (A)	March 31, 2022 (A)	H1FY23 (UA)
Total operating income	148.18	143.41	43.76
PBILDT	(4.12)	19.45	(2.24)
PAT	(37.96)	(13.38)	(14.98)
Overall gearing (times)	NM	NM	NA
Interest coverage (times)	-0.17	0.85	NA

A: Audited; UA: Un-audited; NA: Not available; NM: Not meaningful

Status of non-cooperation with previous CRA: Not applicable

Any other information: Not applicable

Rating history for the last three years: Please refer Annexure-2

Covenants of the rated instruments/facilities: Detailed explanation of covenants of the rated instruments/facilities is given in Annexure-3

Complexity level of various instruments rated for this company: Annexure-4

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 along with Rating Outlook
Fund-based - LT-Term Loan		-	-	March 2022	68.36	CARE D; ISSUER NOT COOPERATING*
Fund-based - ST-EPC/PSC		-	-	-	52.05	CARE D; ISSUER NOT COOPERATING*
Fund-based - ST-Packing Credit in Indian rupee		-	-	-	29.00	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - LT/ST-BG/LC		-	-	-	7.00	CARE D / CARE D; ISSUER NOT COOPERATING*
Non-fund-based - ST-Bank Guarantee		-	-	-	4.50	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - ST-Letter of credit		-	-	-	58.25	CARE D; ISSUER NOT COOPERATING*

Annexure-2: Rating history for the 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 2022-2023	Date(s) and Rating(s) assigned in 2021-2022	Date(s) and Rating(s) assigned in 2020-2021	Date(s) and Rating(s) assigned in 2019-2020
1	Fund-based - LT-Term Loan	LT	68.36	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (10-Nov-21)	1)CARE D; ISSUER NOT COOPERATING* (21-Jan-21)	1)CARE D; ISSUER NOT COOPERATING* (11-Mar-20)

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022	Date(s) and Rating(s) assigned in 2020-2021	Date(s) and Rating(s) assigned in 2019-2020
								2)CARE D (25-Nov-19) 3)CARE D (04-Apr-19)
2	Fund-based - ST-EPC/PSC	ST	52.05	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (10-Nov-21)	1)CARE D; ISSUER NOT COOPERATING* (21-Jan-21)	1)CARE D; ISSUER NOT COOPERATING* (11-Mar-20) 2)CARE D (25-Nov-19) 3)CARE A4 (04-Apr-19)
3	Non-fund-based - LT/ ST-BG/LC	LT/ST*	7.00	CARE D / CARE D; ISSUER NOT COOPERATING*	-	1)CARE D / CARE D; ISSUER NOT COOPERATING* (10-Nov-21)	1)CARE D / CARE D; ISSUER NOT COOPERATING* (21-Jan-21)	1)CARE D / CARE D; ISSUER NOT COOPERATING* (11-Mar-20) 2)CARE D / CARE D (25-Nov-19) 3)CARE C; Stable / CARE A4 (04-Apr-19)
4	Non-fund-based - ST-Letter of credit	ST	58.25	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (10-Nov-21)	1)CARE D; ISSUER NOT COOPERATING* (21-Jan-21)	1)CARE D; ISSUER NOT COOPERATING* (11-Mar-20) 2)CARE D (25-Nov-19) 3)CARE A4 (04-Apr-19)
5	Fund-based - ST-Packing Credit in Indian rupee	ST	29.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (10-Nov-21)	1)CARE D; ISSUER NOT COOPERATING* (21-Jan-21)	1)CARE D; ISSUER NOT COOPERATING* (11-Mar-20) 2)CARE D (25-Nov-19) 3)CARE A4 (04-Apr-19)
6	Non-fund-based - ST-Bank	ST	4.50	CARE D; ISSUER NOT	-	1)CARE D; ISSUER NOT	1)CARE D; ISSUER NOT	1)CARE D; ISSUER NOT

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022	Date(s) and Rating(s) assigned in 2020-2021	Date(s) and Rating(s) assigned in 2019-2020
	Guarantee			COOPERATING*		COOPERATING* (10-Nov-21)	COOPERATING* (21-Jan-21)	COOPERATING* (11-Mar-20) 2)CARE D (25-Nov-19) 3)CARE A4 (04-Apr-19)

*Long term/Short term.

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

Annexure-4: Complexity level of various instruments rated for this company

Sr. No.	Name of Instrument	Complexity Level
1	Fund-based - LT-Term Loan	Simple
2	Fund-based - ST-EPC/PSC	Simple
3	Fund-based - ST-Packing Credit in Indian rupee	Simple
4	Non-fund-based - LT/ ST-BG/LC	Simple
5	Non-fund-based - ST-Bank Guarantee	Simple
6	Non-fund-based - ST-Letter of credit	Simple

Annexure-5: Bank lender details for this company

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

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

Contact us**Media contact**

Name: Mradul Mishra
Phone: +91-22-6754 3596
E-mail: mradul.mishra@careedge.in

Analyst contact

Name: Naveen S
Phone: 0422 433 2399
E-mail: naveen.kumar@careedge.in

Relationship contact

Name: Pradeep Kumar V
Phone: +91-98407 54521
E-mail: pradeep.kumar@careedge.in

About us:

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