

Madhu Industries Private Limited (Revised)

July 29, 2022

Ratings

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	0.89	CARE B+; ISSUER NOT COOPERATING* (Single B Plus ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB-; (Double B Minus)
Long Term / Short Term Bank Facilities	19.50	CARE B+ / CARE A4; ISSUER NOT COOPERATING* (Single B Plus / A Four ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB- / CARE A4; (Double B Minus / A Four)
Short Term Bank Facilities	3.82	CARE A4; ISSUER NOT COOPERATING* (A Four ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Total Bank Facilities	24.21 (₹ Twenty-Four Crore and Twenty-One Lakhs Only)		

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated May 25, 2021, placed the rating(s) of Madhu Industries Private Limited (MIPL) under the 'issuer non-cooperating' category as MIPL had failed to provide information for monitoring of the rating and had not paid the surveillance fees for the rating exercise as agreed to in its Rating Agreement. MIPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated April 10, 2022, April 20, 2022, April 30, 2022.

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 assigned to the bank facilities of MIPL have been revised on account of non-availability of requisite information.

Detailed description of the key rating drivers

Please refer to PR dated [May 25, 2021](#)

Analytical approach: Standalone

Applicable Criteria

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

[Policy on Default Recognition](#)

About the Company

Ahmedabad-based MIPL began its operations in 1989 as a proprietorship concern and became a closely-held public limited company in 1997 which again got converted to private limited company in May 2009. The company is mainly engaged in processing of home furnishing textiles such as bed sheets and pillow covers, etc. MIPL has a stitching plant located in Ahmedabad, Gujarat.

Brief Financials (₹ crore)	FY20 (A)	FY21 (A)	FY22 (Prov.)	Q1FY23 (Prov.)
Total operating income	36.57	NA	NA	NA
PBILDT	1.82	NA	NA	NA
PAT	0.64	NA	NA	NA
Overall gearing (times)	0.45	NA	NA	NA
Interest coverage (times)	3.36	NA	NA	NA

A – Audited, Prov. – Provisional, NA – Not applicable

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

*Issuer did not cooperate; Based on best available information

Status of non-cooperation with previous CRA: India Ratings has continued the rating assigned to the bank facilities of MIPL into ISSUER NOT COOPERATING category vide press release dated October 22, 2021 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: Please refer Annexure-2

Covenants of rated instrument/facility: Please refer Annexure-3

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

Annexure-1: Details of Instruments/Facilities

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
Fund-based/Non-fund-based-LT/ST	-	-	-	-	19.00	CARE B+ / CARE A4; ISSUER NOT COOPERATING*
Term Loan-Long Term	-	-	-	October 2018	0.89	CARE B+; ISSUER NOT COOPERATING*
Fund-based - ST-Standby Line of Credit	-	-	-	-	3.00	CARE A4; ISSUER NOT COOPERATING*
Non-fund-based - LT/ ST-Bank Guarantee	-	-	-	-	0.50	CARE B+ / CARE A4; ISSUER NOT COOPERATING*
Non-fund-based - ST-Credit Exposure Limit	-	-	-	-	0.82	CARE A4; ISSUER NOT COOPERATING*

*Issuer did not cooperate; Based on best available information

Annexure-2: Rating History of 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/Non-fund-based-LT/ST	LT/ST	19.00	CARE B+ / CARE A4; ISSUER NOT COOPERATING*	-	1)CARE BB- / CARE A4; ISSUER NOT COOPERATING* (25-May-21)	1)CARE BB / CARE A4; ISSUER NOT COOPERATING* (04-May-20)	-
2	Term Loan-Long Term	LT	0.89	CARE B+; ISSUER NOT COOPERATING*	-	1)CARE BB-; ISSUER NOT COOPERATING* (25-May-21)	1)CARE BB; ISSUER NOT COOPERATING* (04-May-20)	-
3	Fund-based - ST-Standby Line of Credit	ST	3.00	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (25-May-21)	1)CARE A4; ISSUER NOT COOPERATING* (04-May-20)	-
4	Non-fund-based - LT/ST-Bank Guarantee	LT/ST	0.50	CARE B+ / CARE A4; ISSUER NOT COOPERATING*	-	1)CARE BB- / CARE A4; ISSUER NOT COOPERATING* (25-May-21)	1)CARE BB / CARE A4; ISSUER NOT COOPERATING* (04-May-20)	-
5	Non-fund-based - ST-Credit Exposure Limit	ST	0.82	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (25-May-21)	1)CARE A4; ISSUER NOT COOPERATING* (04-May-20)	-

*Issuer did not cooperate; Based on best available information

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 - ST-Standby Line of Credit	Simple
2	Fund-based/Non-fund-based-LT/ST	Simple
3	Non-fund-based - LT/ ST-Bank Guarantee	Simple
4	Non-fund-based - ST-Credit Exposure Limit	Simple
5	Term Loan-Long Term	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 – Mr. Mradul Mishra
Contact no. - +91-22-6754 3596
Email ID - mradul.mishra@careedge.in

Analyst Contact

Name - Shachee Nakul Vyas
Contact no. - 91-079-40265665
Email ID - shachee.tripathi@careedge.in

Relationship Contact

Name -Deepak Purshottambhai Prajapati
Contact no. -079-40265656
Email ID: deepak.prajapati@careedge.in

About CARE Ratings Limited:

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