

## Ashapura Intimates Fashion Limited

July 25, 2019

### Ratings

Facilities	Amount (Rs. crore)	Rating <sup>1</sup>	Rating Action
Fund Based - LT-Cash Credit	57.50	CARE D; Issuer not cooperating (Single D; Issuer not cooperating)	Revised from CARE C; Issuer not cooperating (Single C; Issuer not cooperating)
Bank Facilities- LT-Term Loan	15.00	CARE D; Issuer not cooperating (Single D; Issuer not cooperating)	Revised from CARE C; Issuer not cooperating (Single C; Issuer not cooperating)
<b>Total</b>	<b>72.50</b> <b>(Rs. Seventy two crore Fifty lacks)</b>		

*Details of instruments/facilities in Annexure-1*

### Detailed Rationale & Key Rating Drivers

The rating revision factors in delays in debt servicing. As per the banker the account has been classified as NPA.

### Detailed description of the key rating drivers

#### **Key Rating weakness**

#### **Delay in debt servicing**

The rating revision factors in delays in debt servicing. As per the banker the account has been classified as NPA.

**Analytical approach:** Standalone

### Applicable Criteria

CARE's Policy on Default Recognition

Financial ratios – Non-Financial Sector

### About the Company

Incorporated in 2006, Ashapura Intimates Fashion Limited is engaged in the business of designing, branding, marketing and retailing of intimate garments under established brands (viz. Valentine, N-Line, Night & Day, Valentine Sports etc) and undertakes sales through organized retail chains and own outlets. All its products are being manufactured by its subsidiary, Momai Apparels Limited at its manufacturing facility in Vapi, Gujarat. However MAL has been merged with the company with appointed date of April 01, 2016. The Company's creditor has initiated insolvency procedure against the company as per BSE filing for the dues worth Rs.40 crore.

Brief Financials (Rs. crore)	FY17 (A)	FY18 (A)
Total operating income	309.03	343.53
PBILDT	49.44	58.48
PAT	21.14	62.19
Overall gearing (times)	0.76	0.42
Interest coverage (times)	3.36	3.18

*A: Audited*

**Status of non-cooperation with previous CRA:** Not applicable

**Any other information:** Not applicable

**Rating History for last three years:** Please refer Annexure-2

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

**Annexure-1: Details of Instruments/Facilities**

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Cash Credit	-	-	-	57.50	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Revised from CARE C; ISSUER NOT COOPERATING* on the basis of best available information
Fund-based - LT-Term Loan	-	-	-	15.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Revised from CARE C; ISSUER NOT COOPERATING* on the basis of 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 (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018	Date(s) & Rating(s) assigned in 2016-2017
1.	Fund-based - LT-Cash Credit	LT	57.50	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Revised from CARE C; ISSUER NOT COOPERATING* on the basis of best available information	-	1)CARE C; ISSUER NOT COOPERATING* (26-Dec-18) 2)CARE C (23-Nov-18) 3)CARE B; Stable (05-Nov-18) 4)CARE BBB- (Under Credit watch with Negative Implications) (15-Oct-18)	1)CARE A; Stable (16-Nov-17)	1)CARE BBB+ (19-Jul-16)
2.	Fund-based - LT-Term Loan	LT	15.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Revised from CARE C; ISSUER NOT COOPERATING* on the basis of best available information	-	1)CARE C; ISSUER NOT COOPERATING* (26-Dec-18) 2)CARE C (23-Nov-18) 3)CARE B; Stable (05-Nov-18) 4)CARE BBB- (Under Credit watch with Negative Implications) (15-Oct-18)	1)CARE A; Stable (16-Nov-17)	-

**Note on complexity levels of the rated instrument:** CARE has classified instruments rated by it on the basis of complexity. This classification is available at [www.careratings.com](http://www.careratings.com). Investors/market intermediaries/regulators or others are welcome to write to [care@careratings.com](mailto:care@careratings.com) for any clarifications.

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### About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

### Disclaimer

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