

Parmeshwari Silk Mills Limited

July 12, 2019

Ratings

Facilities	Amount (Rs. crore)	Rating ¹	Rating Action
Long-term Bank Facilities	-	-	Withdrawn
Short-term Bank Facilities	-	-	Withdrawn
Total Facilities	-		

Details of facilities in Annexure-1

Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers

CARE has withdrawn the outstanding ratings of 'CARE BB-; Stable/CARE A4' [Double B; Minus; Outlook: Stable/ A Four] assigned to the bank facilities of Parmeshwari Silk Mills Limited (PSML) with immediate effect. The above action has been taken at the request of Parmeshwari Silk Mills Limited and 'No Objection Certificate' received from the bank that has extended the facilities rated by CARE.

Analytical approach: Not Applicable

Applicable Criteria

[Policy on Withdrawal of ratings](#)

About the Company

Parmeshwari Silk Mills Limited (PSML), based in Ludhiana (Punjab), was incorporated in the year 1993. PSML is a family owned business promoted by Mr. Jatinder Pal Singh. The company is engaged in selling of shirting fabric and ladies dress material under the brand name 'Ramtex'. The company has a manufacturing facility for weaving, embroidery and digital printing located at Ludhiana (Punjab).

In FY19 (refers to the period April 01 to March 31) PSML has reported a total income of Rs.138.11 Cr. with PAT of Rs.5.40 Cr. as against a total income of Rs.118.01 Cr. and PAT of Rs.2.25 Cr. in FY18.

Status of non-cooperation with previous CRA: Not Applicable.

Any other information: Not Applicable.

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

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Fund-based - LT-Cash Credit	-	-	-	0.00	Withdrawn
Fund-based - LT-Term Loan	-	-	-	0.00	Withdrawn
Non-fund-based - ST-Bank Guarantees	-	-	-	0.00	Withdrawn

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

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	-	-	-	1)CARE BB-; Stable (16-Aug-18)	1)CARE B; Stable; ISSUER NOT COOPERATING* (13-Feb-18)	1)CARE BB-; Stable (09-Feb-17)
2.	Fund-based - LT-Term Loan	LT	-	-	-	1)CARE BB-; Stable (16-Aug-18)	1)CARE B; Stable; ISSUER NOT COOPERATING* (13-Feb-18)	1)CARE BB-; Stable (09-Feb-17)
3.	Non-fund-based - ST-Bank Guarantees	ST	-	-	-	1)CARE A4 (16-Aug-18)	-	-

*Issuer not cooperating, based on best available information

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. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

Contact us**Media Contact**

Mradul Mishra
 Contact no. – +91-22-6837 4424
 Email ID – mradul.mishra@careratings.com

Analyst Contact

Group Head Name – Mr. Sudeep Sanwal
 Group Head Contact no.: +91-0172-4904025
 Group Head Email ID- sudeep.sanwal@careratings.com

Business Development Contact

Name: Mr. Anand Jha
 Contact no. : +91-0172-4904000/1
 Email ID : anand.jha@careratings.com

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

CARE's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE has based its ratings/outlooks on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments.

In case of partnership/proprietary concerns, the rating /outlook assigned by CARE is based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating/outlook may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors.