

## RATING RATIONALE

09 Apr 2020

**Annur Sri Sivasakthi Cotton Mills Pvt. Ltd.**

**Brickwork Ratings reaffirms the ratings for the Bank Loan Facilities of ₹5.61 Crores of Annur Sri Sivasakthi Cotton Mills Pvt. Ltd. based on best available information, as the issuer did not cooperate.**

### Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (June 2017)	Present
Fund Based	5.61	5.61	Long Term	BWR D	BWR D (Reaffirmed) Issuer Not Cooperating*
<b>Total</b>	<b>5.61</b>	<b>5.61</b>	<b>INR Five Crores and Sixty One Lakhs Only</b>		

# Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings

\* Issuer did not cooperate, based on best available information.

### RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

In view of the non-availability of the information, non-submission of monthly statement as per regulatory requirements and lack of management cooperation, Brickwork Ratings has reaffirmed the long term rating as ‘BWR D Issuer Not Cooperating’ for the bank loan facilities amounting to ₹5.61 Cr of Annur Sri Sivasakthi Cotton Mills Pvt. Ltd.

The lenders may note to exercise due caution while using the above ratings, which mentions “Issuer Not Cooperating” since the ratings lack any projections of a forward looking component as it is arrived based on the best available information on the Company without any management/ banker’s interaction.

The rating was due for a review in June 2018. BWR took up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the entity has not provided the same. In the absence of adequate information from the issuer, BWR is unable to assess the issuer’s financial performance and its ability to service its debt and maintain a valid rating.

### LIMITATIONS OF THE RATING

Information availability risk is a key factor in the assessment of credit risk as generally, noncooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress.

**KEY FINANCIAL INDICATORS (in ₹ Cr) [AS AVAILABLE WITH BWR]**

Key Parameters	Units	FY16
Result Type		Audited
Total Operating Income	₹ Cr	15.35
Operating Profit	₹ Cr	0.90
Net Profit	₹ Cr	-0.26
Tangible Networth	₹ Cr	1.45
Total Debt: Tangible Networth	Times	6.74
Current Ratio	Times	1.31

**COMPANY PROFILE**

Annur Sri Sivasakthi Cotton Mills Pvt Ltd was established in the year 2004, in the city of Coimbatore, Tamil Nadu. Mr.C. Ramasamy is the Managing Director of the company, and Mrs. R.Jayamani and Mr. R. Nanda Kumar are the other directors. The company engaged in the business of manufacturing and selling of cotton yarn.

**NON-COOPERATION WITH PREVIOUS RATING AGENCY: NA**

**RATING HISTORY**

Facilities	Current Rating (2020)			Rating History		
	Tenure	Amount (₹ Cr)	Rating	2019	2018	22.06.2017
Fund Based	Long Term	5.61	<b>BWR D (Reaffirmed)</b> <b>Issuer Not Cooperating</b>	Not Rated	Not Rated	BWR D
Total		5.61	INR Five Crores and Sixty One Lakhs Only			

The Company was initially rating in May 2015 with long term rating of BWR B+/Stable and short term rating of BWR A4

**COMPLEXITY LEVELS OF THE INSTRUMENTS**

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

### Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [What Constitutes Non-Cooperation](#)

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## Annur Sri Sivasakthi Cotton Mills Pvt. Ltd. ANNEXURE I

### Details of Bank Facilities rated by BWR

Name of the Bank	Type of Facilities	Long Term (₹ Cr)	Short Term (₹ Cr)	Total (₹ Cr)
Canara Bank	ODCC	5.00	-	5.00
	Sub Limit(ODBD)	(1.50)	-	(1.50)
	Sub Limit(PC/FDB/FBE)	(3.00)	-	(3.00)
	Term Loans	0.61	-	0.61
<b>Total</b>				<b>5.61</b>

**For print and digital media**



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**About Brickwork Ratings:** Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a leading public sector bank, as its promoter and strategic partner. BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

#### **DISCLAIMER**

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