



Rating Rationale

SGS Tex Pvt. Ltd.

29 Sep 2018

Brickwork Ratings revises the ratings for the Bank Loan Facilities of ₹. 8.80 Crores of SGS Tex Pvt. Ltd.

Particulars

Facility	Amount (₹ Crs)		Tenure	Rating*		
	Previous	Present		Previous (June, 2014)	Previous (Mar, 2017)	Present
Fund based	8.80	8.80	Long Term	BWR C (Pronounced as BWR single C)	Rating Not Reviewed	BWR D (Pronounced as BWR D)
Total	8.80	8.80	INR Eight Crores and Eighty Lakhs Only			

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings
Complete details of Bank facilities is provided in Annexure-I

Ratings: Downgraded

Rationale/Description of Key Rating Drivers/Rating sensitivities:

The rating downgrade has factors the Bank's feedback. Punjab National Bank, Rajapalayam Branch has informed that SGS Tex Private Limited's Bank Loan Facilities amounting to Rs.8.80 Cr have been classified as a Non - Performing Asset with the Bank.

Analytical Approach

For arriving at its ratings, BWR has applied its rating methodology as detailed in the Rating Criteria detailed below (hyperlinks provided at the end of this rationale).

About the Company

The Company was set up with the objective of manufacturing of fabric and lungis. It started its commercial operations in FY13 with trading of fabric and lungis. The Company is promoted by Mr. S Srinivasan who has more than two decades of experience in textile industry.

Rating History for the last three years

Facility	Current Rating			Rating History		
	Type	Amount (₹ Crs)	Rating	31.03.2017	2015 & 2016	10.06.2014
Fund Based	Long Term	8.80	BWR D (Pronounced as BWR D)	Rating Not Reviewed	Not Ratede	BWR C (Pronounced as BWR C)
Total		8.80	₹ Eight Crores and Eighty Lakhs Only			

Status of non-cooperation with previous CRA - NIL

Any other information : Nil

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Manufacturing Companies](#)

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For print and digital media

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Note on complexity levels of the rated instrument:

BWR complexity levels are meant for educating investors. The BWR complexity levels are available at www.brickworkratings.com/download/ComplexityLevels.pdf Investors queries can be sent to info@brickworkratings.com.

About Brickwork Ratings

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, has also been 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 Nationalized 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, Guwahati, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations. BWR has rated debt instruments/bonds/bank loans, securitized paper of over ₹ 10,00,000 Cr. In addition, BWR has rated over 6300 MSMEs. Also, Fixed Deposits and Commercial Papers etc. worth over ₹24,440 Cr have been rated.

DISCLAIMER

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Annexure I

₹ Cr

Bank	Facilities	Tenure	Previous Amount	Present Amount
Punjab National Bank	Cash Credit	Long Term	5.00	5.00
	Term Loan		3.80	3.80
	FLC		(1.87)	(1.87)
Total			8.80	8.80