



## RATING RATIONALE

21 Oct 2019

### Vinit Knittings Private Limited

Brickwork Ratings downgrades the Ratings for Bank Loan facilities of ₹ 7.00 Crore of Vinit Knittings Private Limited based on best available information, as the issuer did not cooperate.

#### Particulars

Facility	Amount (₹ Crores)		Tenure	Rating#	
	Previous	Present		Previous (Feb, 2015)	Present
Fund Based	7.00	7.00	Long Term	BWR B+ Stable	BWR B Stable Downgraded Issuer Not Cooperating*
<b>Total</b>	<b>7.00</b>	<b>7.00</b>	<b>₹ Seven Crores 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

Details of Bank facilities is provided in Annexure-I

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

**Downgraded to BWR B (Issuer not Cooperating) based on the best available information as the issuer did not cooperate.**

The rating was due for a review in Feb 2016. BWR took up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of BWR to get the minimum required information for a review, the entity has not provided the same. In the absence of adequate information from the Company, BWR is unable to assess the Company's financial performance and its ability to service its debt and maintain a valid rating. Hence, on account of inadequate information and lack of management cooperation, Brickwork Ratings has downgraded the rating to BWR B (Outlook: Stable) Issuer Not Cooperating.

**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. Users of the credit ratings should therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non-transparency and withholding of information required for a review of the rating.

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

Key Parameters	Units	FY 13	FY 14
Result Type		Audited	Audited
Operating Revenue	Cr	20.08	29.45
EBITDA	Cr	0.77	0.93
PAT	Cr	0.14	0.18
TNW	Cr	1.59	1.77
Total Debt/TNW)	times	3.34	5.25

**COMPANY PROFILE**

Vinit Knittings Pvt Ltd is a family owned business. The key promoter is Mr. Sudama Ram Arora, who has over four decades of experience in the Textile Industry. Mrs Rachna Arora, Mr. Vaneet Arora and Mr. Manoj Arora are the other promoters.

**NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY**

Not Available

## RATING HISTORY

Instrument /Facility	Current Rating			Rating History		
	Type (Long Term/ Short Term)	Amount (₹ Cr)	Rating	2018	02 Mar 2017	2016**
<b>Fund Based</b>	Long Term	7.00	<b>BWR B</b> Stable Downgraded <b>Issuer Not Cooperating*</b>	-	Rating moved to Not Reviewed Advisory	-
<b>Total</b>		<b>7.00</b>	<b>₹ Seven Crores only</b>			

\*Issuer did not co-operate; based on best available information.

\*\* BWR B+/Stable was assigned on Feb 03, 2015.

## 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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## ANNEXURE I

### Virendra Jewels Private Limited

#### Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
1.	Bank of Baroda	Cash Credit	7.00	-	7.00
<b>TOTAL</b>					<b>7.00</b>

**Total Rupees Seven Crores only.**

#### For print and digital media

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