

RATING RATIONALE

20 Jan 2021

Arun Shankar Textiles

Brickwork Ratings reaffirms the ratings for the Bank Loan Facilities of ₹10.61 Crores of Arun Shankar Textiles based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (Nov 2019)	Present
Fund based	10.61	10.61	Long Term	BWR D Issuer Not Cooperating*	BWR D (Reaffirm) Issuer Not Cooperating*
Total	10.61	10.61	INR Ten Crores and Sixty One lakhs Only		

Please refer to BWR website 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&II

RATING ACTION

In view of the non-availability of the information and lack of cooperation from the issuer, Brickwork Ratings has reaffirmed the rating to ‘BWR D, Issuer Not Cooperating’, for the bank loan facilities amounting to Rs. 10.61 Crores of Arun Shankar Textiles

OUTLOOK / NATURE OF NON-COOPERATION

The rating was due for a review in Nov,2020. 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. The firm has not been submitting NDS. In the absence of adequate information from the issuer/Company, BWR is unable to assess the issuer’s/company’s financial performance and its ability to service its debt and maintain a valid rating. Hence, based on best available information, Brickwork Ratings has reaffirmed the ratings to BWR D and continue the ratings under the ISSUER NOT COOPERATING* category.

LIMITATIONS OF THE RATING

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



COMPANY PROFILE

Arun Shankar Textiles a Partnership firm was formed by K.Govindasamy & G. Rajeshwari along with their sons G Arun Kumar & G Ravi Shankar on 1st of November 1989, located at Somanur, Tamil Nadu.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: NA

RATING HISTORY FOR THE LAST 3 YEARS (including withdrawn and suspended)

Facilities	Current Rating (2021)			Rating History		
	Tenure	Amount (₹ Cr)	Rating	2020	Nov,2019	Mar,2018
Fund Based	Long Term	10.61	BWR D (Reaffirm) Issuer Not Cooperating*	-	BWR D Issuer Not Cooperating*	BWR B (Stable) Issuer Not Cooperating*
Total		10.61	INR Ten Crores and Sixty One lakhs Only			

COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

Hyperlink/Reference to applicable Criteria

- [Approach to Financial Ratios](#)
- [General Criteria](#)

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ANNEXURE I

Arun Shankar Textiles

Details of Bank Facilities rated by BWR

Sl.No.	Type of Facilities	Long Term [₹ Cr]	Total [₹ Cr]
1.	Term Loan	0.61	0.61
2.	Cash Credit	10.00	10.00
TOTAL			10.61

Total Rupees Ten Crores and Sixty One lakhs only.

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