

May 29, 2024

Rameshwar Textile Mills Ltd.: Continues to remain under issuer Non-Cooperating category

Summary of rating action

Instrument [^]	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term – Fund-based – Cash Credit	10.75	10.75	[ICRA]D; ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Total	10.75	10.75	

*Issuer did not cooperate; based on best available information.

[^]Instrument details are provided in Annexure-1

Rationale

ICRA has kept the long-term rating of Rameshwar Textile Mills Ltd. in the 'Issuer Not Cooperating' category. The rating is denoted as "[ICRA]D ISSUER NOT COOPERATING".

As part of its process and in accordance with its rating agreement with Rameshwar Textile Mills Ltd., ICRA has been trying to seek information from the entity so as to monitor its performance. Further, ICRA has been sending repeated reminders to the entity for payment of surveillance fee that became due. Despite multiple requests by ICRA, the entity's management has remained non-cooperative. In the absence of requisite information and in line with the aforesaid policy of ICRA, the rating has been continued to the "Issuer Not Cooperating" category. The rating is based on the best available information.

Please refer to the following link for the previous detailed rationale that captures the Key rating drivers and their description, Liquidity position, Rating sensitivities, Key financial indicators: [Click here](#). ICRA is unable to provide the latest information because of non-cooperation by the entity.

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology Textiles (Fabric Making) Policy on Default Recognition
Parent/Group support	Not Applicable
Consolidation/Standalone	The rating is based on standalone financial statements of RTML.

About the company

Established in 1988, RTML manufactures dyed and printed grey fabric. It also undertakes job-work for the same. The dyeing and printing unit has an installed processing capacity of ~2.0 lakh metres of fabric per day. The company is also involved in

garment manufacturing and trading of yarn, although the same accounts for a negligible share of its total revenues. Its manufacturing plant is in Surat, Gujarat.

RTML is associated with various other group companies such as Aakar Land Developers Private Limited (real estate development in Surat city), RJ Energy Private Limited, Biyani Impex Private Limited and KS Glass Industries Private Limited (for manufacturing glass bottles).

Status of non-cooperation with previous CRA: Not Applicable

Any other information: None

Rating history for past three years

	Instrument	Current rating (FY2025)				Chronology of rating history for the past 3 years				
		Type	Amount rated (Rs. crore)	Amount outstanding (Rs. Crore)	Date & rating in	Date & rating in FY2023			Date & rating in FY2022	Date & rating in FY2021
					May 29, 2024	Mar 24, 2023	Sep 15, 2022	Apr 13, 2022	Dec 24, 2021	Sep 24, 2020
1	Fund Based - Cash Credit	Long Term	10.75	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA] B+ (Stable); ISSUER NOT COOPERATING	[ICRA] B+ (Stable); ISSUER NOT COOPERATING	[ICRA] B+ (Stable)	[ICRA] B+ (Stable)

Complexity level of the rated instruments

Instrument	Complexity Indicator
Long Term Fund based facilities - Cash Credit	Simple

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional or legal aspects. Details on the complexity levels of the instruments are available on ICRA's website: [Click Here](#)

Annexure I: Instrument details

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Cash Credit	-	-	-	10.75	[ICRA]D; ISSUER NOT COOPERATING

Source: Rameshwar Textile Mills Ltd.

Annexure II: List of entities considered for consolidated analysis – Not Applicable

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About ICRA Limited:

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Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

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