

January 17, 2022

Partap Spintex Private Limited: Ratings withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term / Short Term-Fund Based-Cash Credit	88.36	88.36	[ICRA]B+ (Stable)/[ICRA]A4 ISSUER NOT COOPERATING*; Withdrawn.
Long Term / Short Term-Non-Fund Based	1.64	1.64	[ICRA]B+ (Stable)/[ICRA]A4 ISSUER NOT COOPERATING*; Withdrawn.
Total	90.00	90.00	

*Instrument details are provided in Annexure-1

Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of Partap Spintex Private Limited at the request of the company and based on the No Objection Certificate (NOC) received from its banker. However, ICRA does not have information to suggest that the credit risk has changed since the time the rating was last reviewed. The Key Rating Drivers, Liquidity Position, Rating Sensitivities, Key financial indicators have not been captured as the rated instruments are being withdrawn. The previous detailed rating rationale is available at the following link: [Click here](#)

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Policy on Withdrawal of Credit Ratings Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology
Parent/Group Support	Not applicable
Consolidation/Standalone	Standalone

About the company

PSPL was incorporated in the year 1989 to undertake the edible oil processing activities. Later in the year 2006, PSPL entered into the textile industry with its first spinning unit in Maur Mandi (Punjab). Further, PSPL has undertaken a step towards forward integration in the supply-chain and commenced a denim fabric manufacturing unit in Mohra, Ambala (Haryana) in the year 2010. The plant was initially setup with a total manufacture capacity of 10 MMPA which was increased to 30 MSMPA in the year 2014. The company is utilizing almost entire spinning capacity for its captive consumption. Later, PSPL expanded its denim manufacturing capacity to 70 MMPA. The company's denim plants are located at Mohra, Ambala (Haryana) and Dholka, Ahmadabad (Gujarat) while its spinning plant is situated at Maur Mandi (Punjab). PSPL has an installed capacity of producing 6,400 MT of yarn per annum. Denim fabrics manufactured are either made up of 100% cotton yarn or mixed with Lycra, Polyester, etc in weft depending upon the market requirement. The main raw materials required for operations of the company are cotton, cotton yarn and colour chemicals (Indigo-Dyestuff). Most of the company's cotton requirement is sourced directly from ginners in Punjab, Gujarat and Haryana. The indigo dyes are imported from suppliers in China and indigenously.

Status of non-cooperation with previous CRA: Not Applicable.

Any other information: None

Rating history for past three years

Instrument	Current Rating (FY2022)				Chronology of Rating History for the past 3 years				
	Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. Crore)	Date & Rating in		Date & Rating in FY2021		Date & Rating in FY2020	Date & Rating in FY2019
				17-Jan-2022	17-Nov-2021	26-Aug-2020	07-Apr-2020	25-Apr2019	
1 Fund Based	Long Term/ Short Term	88.36	-	[ICRA]B+ (Stable)/ [ICRA]A4; ISSUER NOT COOPERATING; Withdrawn	[ICRA]B+ (Stable)/ [ICRA]A4; ISSUER NOT COOPERATING	[ICRA]BB+ (Stable)/ [ICRA]A4+; ISSUER NOT COOPERATING	[ICRA]BBB (Negative)/ [ICRA]A3+	[ICRA]BBB+ (Stable)/ [ICRA]A2	-
2 Non-Fund Based	Long Term/ Short Term	1.64	-	[ICRA]B+ (Stable)/ [ICRA]A4; ISSUER NOT COOPERATING; Withdrawn	[ICRA]B+ (Stable)/ [ICRA]A4; ISSUER NOT COOPERATING	[ICRA]BB+ (Stable)/ [ICRA]A4+; ISSUER NOT COOPERATING	[ICRA]BBB (Negative)/ [ICRA]A3+	[ICRA]BBB+ (Stable)/ [ICRA]A2	-

Complexity level of the rated instrument

Instrument	Complexity Indicator
Fund Based	Simple
Non-Fund Based	Very 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 analyzing 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, is available on ICRA's website: www.icra.in

Annexure-1: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (RS Crore)	Current Rating and Outlook
NA	Fund Based	-	-	-	88.36	[ICRA]B+ (Stable)/[ICRA]A4; ISSUER NOT COOPERATING; Withdrawn
NA	Non-Fund Based	-	-	-	1.64	[ICRA]B+ (Stable)/[ICRA]A4; ISSUER NOT COOPERATING; Withdrawn

Source: Partap Spintex Private Limited

Annexure-2: List of entities considered for consolidated analysis – Not applicable.

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