

December 28, 2023

## DKI Apparel Private Limited: Ratings withdrawn

### Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Short-term – Fund Based (EPC/PCFC)	6.00	6.00	[ICRA]A3; withdrawn
Long term / Short- Term (Interchangeable) – Fund based (OD/WCDL/FBD/FBN)*	(6.00)	(6.00)	[ICRA]BBB- (Stable)/[ICRA]A3; withdrawn
<b>Total</b>	<b>6.00</b>	<b>6.00</b>	

\*Instrument details are provided in Annexure I; \*Sublimit of EPC/PCFC

### Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of **DKI Apparel Private Limited (DAPL)** at the request of the company and based on the No Dues Certificate received from the banker, and in accordance with ICRA's policy on withdrawal. 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position, Rating sensitivities, Key financial indicators have not been captured as the rated instruments are being withdrawn.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	<a href="#">Corporate Credit Rating Methodology</a> <a href="#">Policy on Withdrawal of Credit Ratings</a> <a href="#">Textiles – Apparels</a>
Parent/Group support	Not applicable
Consolidation/Standalone	The ratings assigned earlier were based on the consolidated financial statements of the rated entity along with its Group Company, Defiance Knitting Industries Private Limited (as mentioned in Annexure-II).

### About the company

DAPL belongs to the Defiance Group, based in Thane, Maharashtra, and is primarily involved in textiles business. The company was incorporated in 2004 and started operations in 2010. It manufactures knitted garments, primarily innerwear for women, which are mainly exported to the US market. The company's manufacturing facility is located at Ambernath, Maharashtra.

**Status of non-cooperation with previous CRA: Not applicable**

**Any other information: None**

## Rating history for past three years

SN Instrument	Type	Current Rating (FY2024)		Chronology of Rating History for the past 3 years			
		Amount Rated (Rs. crore)	Amount Outstanding March 31, 2023 (Rs. crore)	Date & Rating in	Date & Rating in FY2023	Date & Rating in FY2022	Date & Rating in FY2021
				Dec 28, 2023	Sep 22, 2022	Aug 05, 2021	Jul 23, 2020
1 Fund based (EPC/PCFC)	Short term	6.00	-	[ICRA]A3; Withdrawn	[ICRA]A3	[ICRA]A3	-
2 Interchangeable –Fund based (OD/WCDL/FBD/FBN)^	Long Term/ Short Term	(6.00)	-	[ICRA]BBB- (Stable)/[ICRA]A3; Withdrawn	[ICRA]BBB- (Stable)/ [ICRA]A3	[ICRA]BBB- (Stable)/ [ICRA]A3	-
3 Fund based (Cash Credit)	Long Term	-	-	-	-	-	[ICRA]BBB- (Stable)
4 –Non-fund based (Letter of Credit)	Short term	-	-	-	-	-	[ICRA]A3

^Sublimit of EPC/PCFC

## Complexity level of the rated instruments

Instrument	Complexity Indicator
Fund based (EPC/PCFC)	Simple
Interchangeable –Fund based (OD/WCDL/FBD/FBN)^	Simple

^Sublimit of EPC/PCFC

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 Date	Amount Rated (Rs. crore)	Current Rating and Outlook
-	<b>Fund based (EPC/PCFC)</b>	NA	NA	NA	6.00	[ICRA]A3; Withdrawn
-	<b>Interchangeable –Fund based (OD/WCDL/FBD/FBN)^</b>	NA	NA	NA	(6.00)	[ICRA]BBB- (Stable)/[ICRA]A3; Withdrawn

Source: Company; ^Sublimit of EPC/PCFC

[Please click here to view lender wise facilities rated by ICRA](#)

**Annexure II: List of entities considered for consolidated analysis:**

Company Name	DAPL ownership	Consolidation Approach
<b>Defiance Knitting Industries Private Limited^</b>	-	Full Consolidation

Source: Company; ^DAPL had provided a corporate guarantee for loans availed by its Group company Defiance Knitting Industries Private Limited

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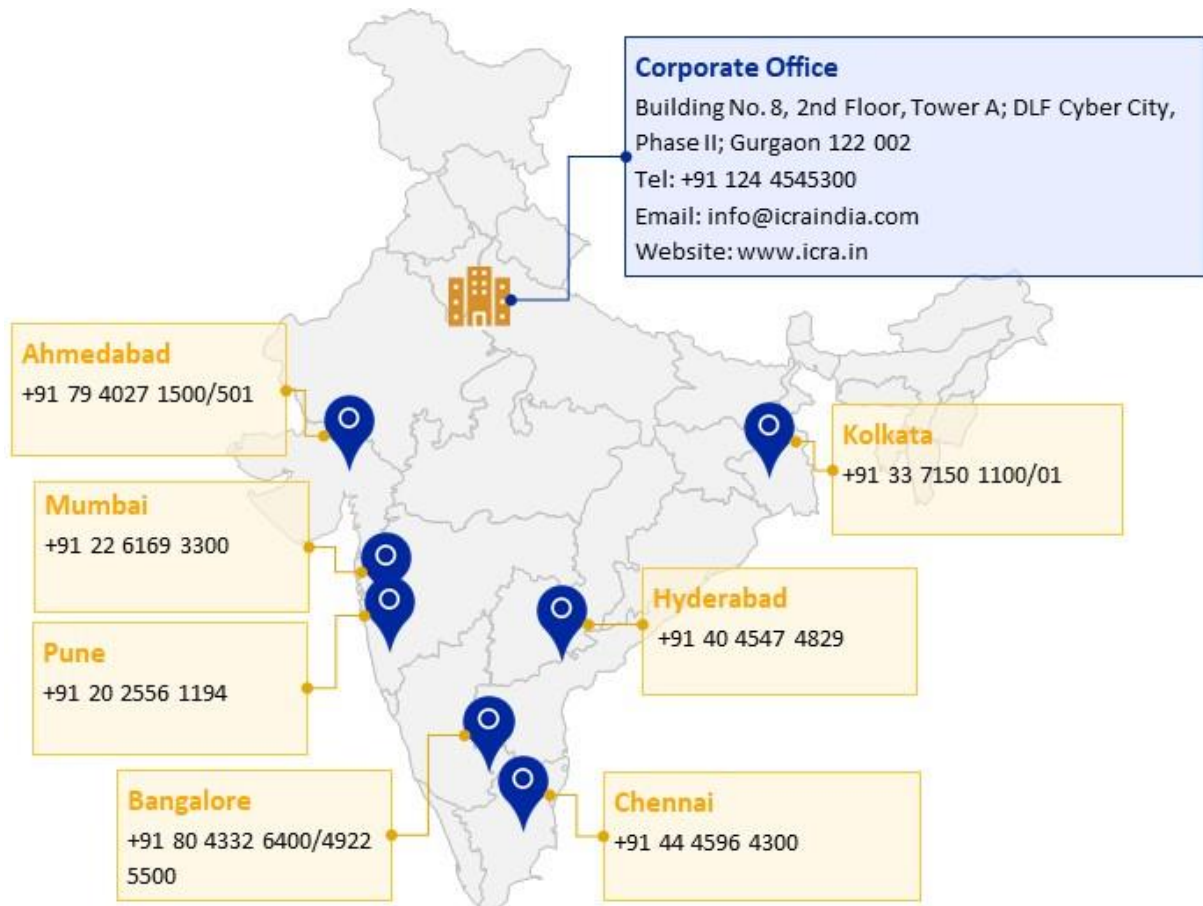
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