

July 31, 2024

SAPL Industries Pvt Ltd: Ratings withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term Fund-based – Cash Credit	55.00	55.00	[ICRA]BB+ (Stable); withdrawn
Short Term – Non-Fund based/Letter of Credit/Bank guarantee	25.00	25.00	[ICRA]A4+; withdrawn
Long Term/Short Term – Unallocated	10.00	10.00	[ICRA]BB+(Stable)/[ICRA]A4+; withdrawn
Long term – Proposed Term Loan	25.00	25.00	[ICRA]BB+(Stable); withdrawn
Total	115.00	115.00	

*Instrument details are provided in Annexure-I

Rationale

ICRA has withdrawn the rating assigned to the bank facilities of SAPL Industries Pvt Ltd at the request of the company and based on the No Objection Certificate received from the bankers, 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position, rating sensitivities and key financial indicators have not been captured as the rated instruments are being withdrawn.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	Corporate Credit Rating Methodology Policy on withdrawal of Credit Ratings Textiles - Apparels
Parent/Group support	Not Applicable
Consolidation/Standalone	The ratings are based on the standalone financial profile of the company.

About the company

SAPL was incorporated in April 2001 as Creative Spinning & Weaving Private Limited. The name of the company was changed to Sonal Apparel Private Limited with effect from February 2, 2009. The name was again changed to SAPL Industries Pvt. Ltd. with effect from June 16, 2015. The company manufactures and exports garments to customers in the US, the UK and other European countries. At present, it has an installed capacity of 64 lakh pieces per annum. The company primarily exports to customers like Primark, C&A, The Children's Place, Tendam and Bestseller among others. In the domestic market, its major customers include Reliance Retail and Trent Limited.

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)	Date & rating in FY2025	Date & rating in FY2024	Date & rating in FY2023	Date & rating in FY2022
			July 31, 2024	Nov 16, 2023	Sep 15, 2022	Jan 28, 2022
1 Cash Credit	Long term	55.00	[ICRA]BB+ (Stable); Withdrawn	[ICRA]BB+ (Stable)	[ICRA]BB+ (Stable)	[ICRA]BB+ (Stable)
2 EPC/PCFC/FBD	Short term	-	-	-	-	[ICRA]A4+
3 Letter Of Credit/ Bank Guarantee	Short term	25.00	[ICRA]A4+; Withdrawn	[ICRA]A4+	[ICRA]A4+	[ICRA]A4+
4 Unallocated	Long term and short term	10.00	[ICRA]BB+(Stable) / [ICRA]A4+; Withdrawn	[ICRA]BB+(Stable) / [ICRA]A4+	[ICRA]BB+(Stable) / [ICRA]A4+	[ICRA]BB+ (Stable) / [ICRA]A4+
5 Proposed Term Loan	Long term	25.00	[ICRA]BB+(Stable); Withdrawn	[ICRA]BB+ (Stable)	-	-

Complexity level of the rated instruments

Instrument	Complexity Indicator
Cash Credit	Simple
Letter of Credit/Bank Guarantee	Very Simple
Unallocated	NA
Proposed Term Loan	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	-	-	-	55.00	[ICRA]BB+(Stable); Withdrawn
NA	Letter of Credit/ Bank Guarantee	-	-	-	25.00	[ICRA]A4+; Withdrawn
NA	Unallocated	-	-	-	10.00	[ICRA]BB+(Stable)/ [ICRA]A4+; Withdrawn
NA	Proposed Term Loan	-	-	-	25.00	[ICRA]BB+(Stable); Withdrawn

Source: Company

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

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

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