

March 16, 2026

Vardhman Polytex Limited: Rating Withdrawn

Summary of rating action

Instrument [^]	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-Term-Fund-based-Cash credit	159.31	159.31	[ICRA]D; ISSUER NOT COOPERATING*; Withdrawn
Long-Term-Fund-based- Term loan	232.31	232.31	[ICRA]D; ISSUER NOT COOPERATING*; Withdrawn
Long-Term-Unallocated limits	72.38	72.38	[ICRA]D; ISSUER NOT COOPERATING*; Withdrawn
Short-Term-Non-fund based-Others	50.00	50.00	[ICRA]D; ISSUER NOT COOPERATING*; Withdrawn
Total	514.00	514.00	

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

[^]Instrument details are provided in Annexure-1

Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of Vardhman Polytex Limited at the request of the company and based on the No Dues Certificate/ Closure Certificate received from its lenders and in accordance with ICRA's policy on withdrawal. The Key Rating Drivers and their description, Liquidity Position, Rating Sensitivities have not been captured as the rated instruments are being withdrawn.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 and Policies	Corporate Credit Rating Methodology Textiles - Spinning Policy in respect of non-cooperation by the rated entity Policy on Withdrawal of Credit Ratings Policy on Default Recognition
Parent/Group Support	Not Applicable
Consolidation/Standalone	Standalone

About the company

Incorporated in 1981, VPL primarily manufactures cotton and cotton polyester blended spun yarn. Its manufacturing facilities in Ludhiana, Bathinda (both in Punjab) and Nalagarh (Himachal Pradesh) together have installed capacity of 1.95 lakh spindles. VPL also has a yarn dyeing unit in Ludhiana, with an installed capacity of 15.0 tons per day (tpd). It has a small presence in

garmenting, with an installed capacity of manufacturing 7 lakh pieces per annum. VPL also manufactures yarn-dyed shirting fabric through its subsidiary, F.M. Hämmerle Textiles Ltd, which has a manufacturing facility in Kohlapur (Maharashtra). VPL has invested Rs. 91.50 crore in its two subsidiaries, F.M. Hämmerle Textiles Ltd. and F.M. Hämmerle Verwaltungs GmbH, Austria. F.M. Hämmerle Textiles Ltd. falls under 'Sick Company' under the Sick Industrial and Companies (Special Provision) Act of 1985 and has been referred to Board for Industrial and Financial Reconstruction (BIFR).

Key financial indicators:

Standalone	FY 2024	FY 2025
Operating Income (Rs. crore)	370.6	285.0
PAT (Rs. crore)	-26.8	14.9
OPBDITA/OI (%)	-12.7%	4.2%
PAT/OI (%)	-7.2%	5.2%
Total Outside Liabilities/Tangible Net Worth (times)	-1.6	-2.0
Total Debt/OPBDITA (times)	-1.6	4.2
Interest Coverage (times)	-14.0	0.8

PAT: Profit after Tax; OPBDITA: Operating Profit before Depreciation, Interest, Taxes and Amortization

Source: MCA

Status of non-cooperation with previous CRA: NA

Any other information: None

Rating history for past three years

Instrument	Type	Amount Rated (Rs. Crore)	Current Rating (FY2026)		Chronology of Rating History for the past 3 years		
			Date & Rating in		Date & Rating in FY 2025	Date & Rating in FY 2024	Date & Rating in FY 2023
			16-Mar-2026	28-May-2025			
1 Long-term-Fund-based-Cash credit	Long Term	159.31	[ICRA]D; ISSUER NOT COOPERATING; Withdrawn	[ICRA]D; ISSUER NOT COOPERATING	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING
2 Long-term-Fund-based-Term loan	Long Term	232.31	[ICRA]D; ISSUER NOT COOPERATING; Withdrawn	[ICRA]D; ISSUER NOT COOPERATING	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING
3 Long-term-Unallocated limits	Long Term	72.38	[ICRA]D; ISSUER NOT COOPERATING; Withdrawn	[ICRA]D; ISSUER NOT COOPERATING	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING
4 Short-term-Non-fund based-Others	Short Term	50.00	[ICRA]D; ISSUER NOT COOPERATING; Withdrawn	[ICRA]D; ISSUER NOT COOPERATING	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING

Complexity level of the rated instrument

Instrument	Complexity Indicator
Long-term-Fund-based-Cash credit	Simple
Long-term-Fund-based- Term loan	Simple
Long-term-Unallocated limits	Not Applicable
Short-term-Non-fund based-Others	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: [Click Here](#)

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	Long-term-Fund-based-Cash credit	-	-	-	159.31	[ICRA]D; ISSUER NOT COOPERATING; Withdrawn
NA	Long-term-Fund-based- Term loan	-	-	-	232.31	[ICRA]D; ISSUER NOT COOPERATING; Withdrawn
NA	Long-term-Unallocated limits	-	-	-	72.38	[ICRA]D; ISSUER NOT COOPERATING; Withdrawn
NA	Short-term-Non-fund based-Others				50.00	[ICRA]D; ISSUER NOT COOPERATING; Withdrawn

Source: Vardhman Polytex Limited

Annexure-2: List of entities considered for consolidated analysis: Not Applicable

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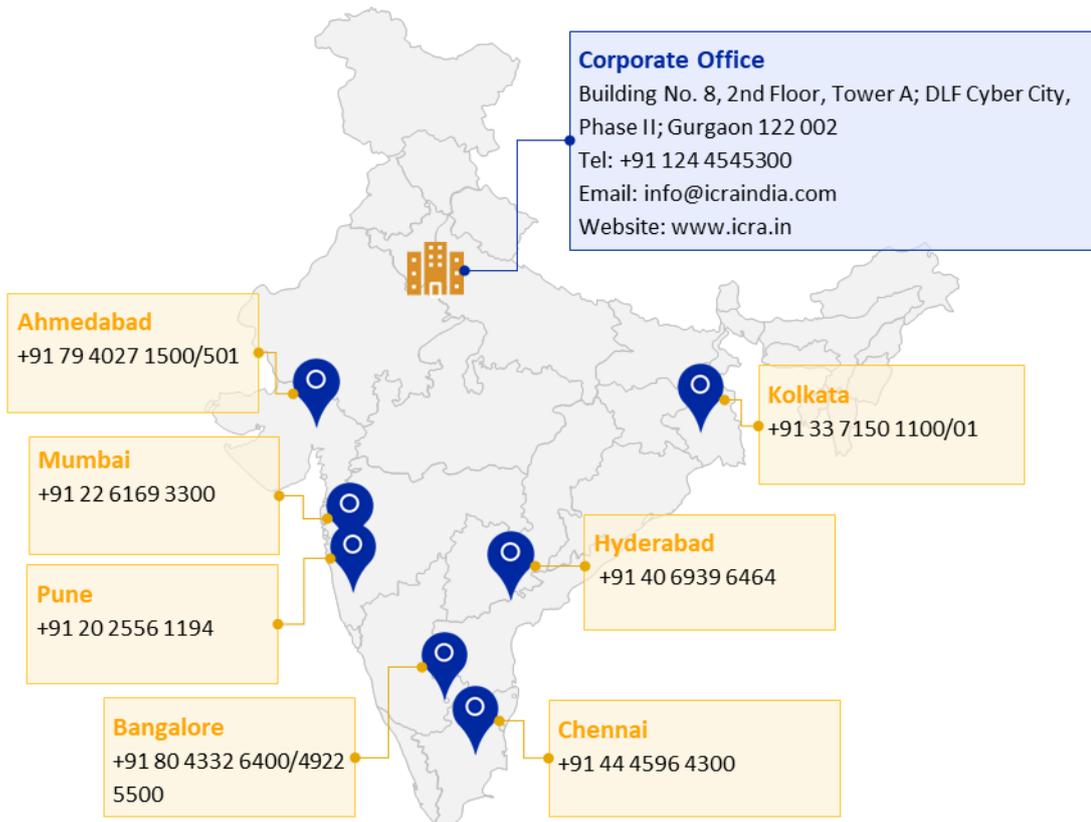


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