

March 24, 2021

## Suncity Synthetics Limited: Continues to remain under issuer Non-Cooperating category

### Summary of rating action

Instrument <sup>^</sup>	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term Fund-based – Cash credit	8.35	8.35	[ICRA]D ISSUER NOT COOPERATING*; Rating continues to remain under ‘Issuer Not Cooperating’ category
Long-term Fund-based – Term Loan	1.74	1.74	[ICRA]D ISSUER NOT COOPERATING*; Rating continues to remain under ‘Issuer Not Cooperating’ category
Long term Non-Fund based limits- Bank Guarantee	0.85	0.85	[ICRA]D ISSUER NOT COOPERATING*; Rating continues to remain under ‘Issuer Not Cooperating’ category
Long term- Unallocated Limits	4.06	4.06	[ICRA]D ISSUER NOT COOPERATING*; Rating continues to remain under ‘Issuer Not Cooperating’ category
<b>Total</b>	<b>15.00</b>	<b>15.00</b>	

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

<sup>^</sup>Instrument details are provided in Annexure-1

### Rationale

ICRA has retained the ratings for the bank facilities of Kaveri Silk Mills Private Limited in the ‘Issuer Not Cooperating’ category. The rating is denoted as “[ICRA] D ISSUER NOT COOPERATING”

ICRA has been trying to seek information from the entity so as to monitor its performance, but despite repeated requests by ICRA, the entity’s management has remained non-cooperative. The current rating action has been taken by ICRA basis best available/dated/ limited information on the issuers’ performance. Accordingly, the lenders, investors and other market participants are advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the entity. The rating action has been taken in accordance with ICRA’s policy in respect of non-cooperation by a rated entity available at [www.icra.in](http://www.icra.in).

Please refer to the following link for the previous detailed rationale that captures 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	<a href="#">Policy in respect of non-cooperation by the rated entity</a> <a href="#">Corporate Credit Rating Methodology</a>
Parent/Group Support	NA
Consolidation/Standalone	Standalone

## About the company

Suncity Synthetics Ltd. (SSL) was incorporated in February 1988 and has its registered office at Surat, Gujarat and administrative office at Jodhpur, Rajasthan. The promoters were earlier involved in yarn manufacturing business and later switched to the production of nylon chips. Till FY2013, the company was involved in the business of manufacturing nylon granules, which are basically used as the matrix material in composite materials for reinforcing fibres like glass or carbon fibre. The good heat resistance of such materials makes these feasible alternatives to metals. Such materials are also used in technical textile products. The company was one of the pioneers in India, producing nylon double chips using German technology. Since April 2013, the company started manufacturing polyester staple fibre as well. SSL is ISO 9001:2000 and ISO 14001 certified. It has also forayed into the manufacturing of nylon staple fibre (NSF), which finds applications in technical textile products as well as automotive industries. The plant became operational in August 2015 but due to low demand and intense competition, the company used the enhanced capacity to manufacture PSF only from FY2017. SSL has two factories in Jodhpur, Rajasthan. One factory premise is used for manufacturing PSF and the other one is used for nylon granule and fibre manufacturing.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

## Rating history for past three years

	Instrument	Current Rating (FY2021)				Chronology of Rating History for the past 3 years				
		Type	Amount Rated (Rs. crore)	Amount Outstanding as of (Rs. crore)	Date & Rating in		Date & Rating in FY2020		Date & Rating in FY2019	Date & Rating in FY2018
					Mar 24, 2021	May 18, 2020	Oct 09, 2019	Jun 28, 2019		
1	Cash Credit	Long Term	8.35	-	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D	[ICRA]BB-(Stable)	-	[ICRA]BB-(Stable)
2	Term loan	Long Term	1.74	-	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D	[ICRA]BB-(Stable)	-	[ICRA]BB-(Stable)
3	Bank guarantee	Long Term	0.85	-	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D	[ICRA]BB-(Stable)	-	[ICRA]BB-(Stable)
4	Unallocated limit	Long Term	4.06	-	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D	[ICRA]BB-(Stable)	-	[ICRA]BB-(Stable)

## Complexity level of the rated instrument

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the website [www.icra.in](http://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	Cash Credit	-	-	-	8.35	[ICRA]D ISSUER NOT COOPERATING
NA	Term Loan	2014	-	2020	1.74	[ICRA]D ISSUER NOT COOPERATING
NA	Bank Guarantee	-	-	-	0.85	[ICRA]D ISSUER NOT COOPERATING
NA	Unallocated Limits	-	-	-	4.06	[ICRA]D ISSUER NOT COOPERATING

**Source:** Suncity Synthetics Limited

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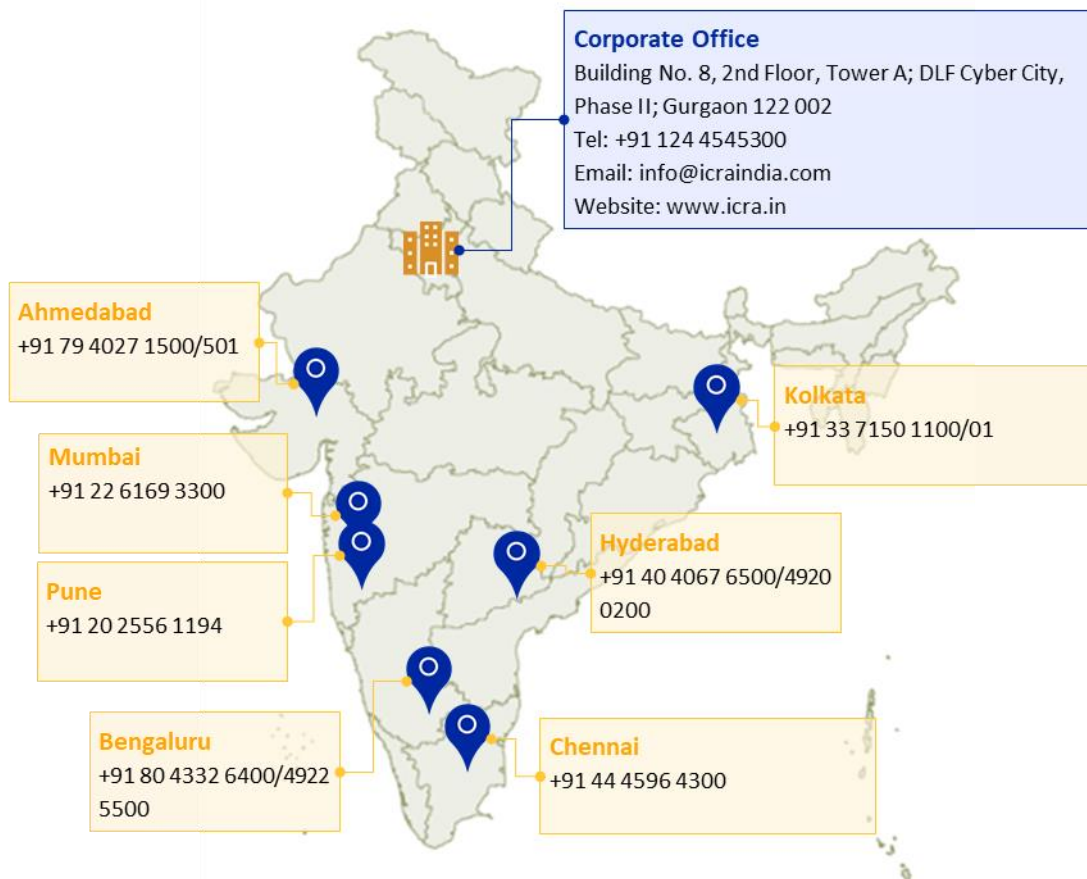
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