

## Dodhia Synthetics Limited

October 10, 2018

### Summary of rated instruments

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long term – fund based limits	62.50	62.50	[ICRA]BBB- (Stable) ISSUER NOT COOPERATING*; Withdrawn
Long term - Term Loan	52.61	52.61	[ICRA]BBB- (Stable) ISSUER NOT COOPERATING*; Withdrawn
Long-term / Short-term, interchangeable limits#	(43.50)#	(43.50)#	[ICRA]BBB- (Stable) / [ICRA]A3 ISSUER NOT COOPERATING*; Withdrawn
Long-term unallocated	39.00	39.00	[ICRA]BBB- (Stable) ISSUER NOT COOPERATING*; Withdrawn
Short term - Non fund Based - Working Capital Facilities	2.65	2.65	[ICRA]A3 ISSUER NOT COOPERATING*; Withdrawn
<b>Total</b>	<b>156.76</b>	<b>156.76</b>	

\*Issuer did not co-operate

# sub-limits of long-term, fund based limits of the company

^Instrument details are provided in Annexure-1

### Rating action

ICRA has withdrawn the long -term rating of [ICRA]BBB- ISSUER NON COOPERATING (pronounced ICRA triple B minus Issuer Non Cooperating) with a Stable outlook and the short-term rating of [ICRA]A3 ISSUER NON COOPERATING (pronounced ICRA A three Issuer Non Cooperating) to the Rs. 156.76-crore<sup>1</sup> bank facilities of Dodhia Synthetics Limited (DSL or the company)<sup>2</sup>.

### Rationale

The ratings are withdrawn in accordance with ICRA's policy on withdrawal and suspension, as desired by the company and based on the no-objection certificate provided by the company's bankers.

**Analytical approach:** For arriving at the ratings, ICRA has applied its rating methodologies as indicated below.

#### Links to applicable criteria:

[Corporate Credit Rating Methodology](#)

[ICRA Policy on Withdrawal and Suspension of Credit Rating](#)

<sup>1</sup> 100 lakh = 1 crore = 10 million

<sup>2</sup> For complete rating scale and definitions, please refer to ICRA's website [www.icra.in](http://www.icra.in) or other ICRA Rating Publications

### **About the company:**

Established in 1989, DSL is promoted by the Dodhia family. As of March 31, 2017, Dodhia family held 87.5% stake in DSL. It is a part of the Dodhia Group, which includes other entities such as Vasupujya Filaments, A-One Sizing, Kemox Corporation, Dodhia Chem Tex Private Limited, Dodhia Filaments Private Limited and Arun Amber Silk Mills. The Group is mainly involved in the yarn and chemicals businesses, with DSL being its flagship company. DSL manufactures dyed polyester yarn, speciality yarn and high bulk carpet yarn, with denier ranging from 75 to 1,400. DSL and VF have five manufacturing facilities at Maharashtra and the Union Territory of Dadra and Nagar Haveli (two in Bhiwandi; one each in Wada, Dapoda and Silvassa). The facilities are equipped with various texturising, twisting and dyeing machines that can process ~26,000 metric tonnes and ~11,000 metric tonnes of yarn per annum for DSL and VF, respectively. The end-consumers of the yarn manufactured by the Dodhia Group are the carpet, home furnishing, and apparel industries.

### **Status of non-cooperation with previous CRA:**

CRISIL has in its rationale published on Dodhia Synthetics Limited, dated 01 September, 2017, stated the following:

CRISIL has been consistently following up with Dodhia Synthetics Limited (DSL; part of the Dodhia group) for obtaining information through letters and emails dated March 06, 2017 and March 22, 2017 among others, apart from telephonic communication. However, the issuer has remained non cooperative.

The investors, lenders and all other market participants should exercise due caution while using the rating assigned/reviewed with the suffix 'ISSUER NOT COOPERATING'. These ratings lack a forward looking component as it is arrived at without any management interaction and is based on best available or limited or dated information on the company.

### **Other information: Not applicable**

### Rating history for last three years:

		Current Rating (FY2019)			Chronology of Rating History for the Past 3 Years			
Instrument	Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating	Date & Rating in FY2018		Date & Rating in FY2017	Date & Rating in FY2016
					Oct 2018	Aug 2017	Jun 2016	-
1 Fund Based Limits	Long-term	62.50	NA	[ICRA]BBB-(Stable) ISSUER NOT COOPERATING*; Withdrawn	[ICRA]BBB-(Stable) ISSUER NOT COOPERATING*	[ICRA]BB B-(Stable);	Not Applicable	
2 Term Loans	Long-term	52.61	52.61	[ICRA]BBB-(Stable) ISSUER NOT COOPERATING*; Withdrawn	[ICRA]BBB-(Stable) ISSUER NOT COOPERATING*	[ICRA]BB B-(Stable);	Not Applicable	
3 Interchangeable Limits #	Long-term / short-Term,	(43.50)	NA	[ICRA]BBB-(Stable)/A3 ISSUER NOT COOPERATING*; Withdrawn	[ICRA]BBB-(Stable)/ A3 ISSUER NOT COOPERATING*	[ICRA]BB B-(Stable)/ A3	Not Applicable	
4 Unallocated limits	Long-term	39.00	NA	[ICRA]BBB-(Stable) ISSUER NOT COOPERATING*; Withdrawn	[ICRA]BBB-(Stable) ISSUER NOT COOPERATING*	-	Not Applicable	
5 Non-fund based limits	Short-term	2.65	NA	[ICRA]A3 ISSUER NOT COOPERATING*; Withdrawn	[ICRA]A3 ISSUER NOT COOPERATING*	[ICRA]A3	Not Applicable	

\*Issuer did not co-operate

# sub-limits of long-term, fund based limits of the company

### 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
-	Long-term, fund based limits	-	-	-	62.50	[ICRA]BBB-(Stable) ISSUER NOT COOPERATING*; Withdrawn
-	Term loans	-	-	FY2023	52.61	[ICRA]BBB-(Stable) ISSUER NOT COOPERATING*; Withdrawn
-	Long-term/ Short-term, interchangeable limits #	-	-	-	(43.50)	[ICRA]BBB-(Stable) / [ICRA]A3 ISSUER NOT COOPERATING*; Withdrawn
-	Long-term unallocated	-	-	-	39.00	[ICRA]BBB-(Stable) ISSUER NOT COOPERATING*; Withdrawn
-	Short-term, non-fund based limits	-	-	-	2.65	[ICRA]A3 ISSUER NOT COOPERATING*;Withdrawn

\*Issuer did not co-operate

# sub-limits of long-term, fund based limits of the company

Source: Dodhia Synthetics Limited

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ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

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For more information, visit [www.icra.in](http://www.icra.in)

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