

Press Release

Southern Cargo Carriers (India)

November 16, 2018

Rating Update



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|-------------------------------------|--|
| Total Bank Facilities Rated* | Rs. 14.00 Cr. |
| Long Term Rating | ACUITE BBB Issuer not co-operating* |

#Refer Annexure for details

*The issuer did not co-operate; Based on best available information.

Acuite has reviewed long-term rating of '**ACUITE BBB**' (read as **ACUITE triple B**) on the Rs.14.00 crore bank facilities of Southern Cargo Carriers (India). This rating is now an indicative rating and is based on the best available information.

Non-cooperation by the issuer/borrower: Acuite has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Default Recognition: <https://www.acuite.in/criteria-default.htm>
- Entities in Service Sector: <https://www.acuite.in/view-rating-criteria-8.htm>

Limitation regarding information availability: The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). Acuite endeavored to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity:

Southern Cargo Carriers India (SCC), incorporated in 1991, is a Bangalore-based partnership firm established by Mr. Mahesh Kumar Mittal, Mr. Satish Kumar Mittal, Mr. Sital Kumar Mittal and Mr. Mohit Kumar Mittal. The firm is engaged in transportation services and has a fleet of around 500 trucks. It caters to corporate clients.

For FY2015-16, SCC reported net profit of Rs.7.08 crore on total operating income of Rs.177.25 crore compared to net profit of Rs.3.17 crore on total operating income of Rs.166.86 crore in FY2014-15. The tangible net worth stood at Rs.12.39 crore as on 31 March, 2016 as against Rs.10.45 crore in the previous year. As per provisional financials for FY2016-17, SCC reported PAT of Rs. 6.02 crore on total operating income of Rs.199.35 crore

Any other information:

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups

Status of non-cooperation with previous CRA (if applicable)

None

Rating History (Upto last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr.) | Ratings/Outlook |
|--------------|---------------------------------|-----------|------------------|-------------------------------|
| 16 Oct, 2017 | Cash Credit | Long Term | 14.00 | ACUITE BBB/Stable (Upgraded) |
| 20 Jun, 2016 | Cash Credit | Long Term | 14.00 | ACUITE BBB-/Stable (Upgraded) |
| 16 Mar, 2015 | Cash Credit | Long Term | 14.00 | ACUITE BB+/Stable (Assigned) |

*Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Crore) | Ratings |
|------------------------|------------------|----------------|----------------|-------------------------------|--|
| Cash Credit | Not Applicable | Not Applicable | Not Applicable | 14.00 | ACUITE BBB Issuer not co-operating* |

*The issuer did not co-operate; Based on best available information.

Contacts

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|--|---|
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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (*erstwhile SMERA Ratings Limited*) is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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