

Press Release

Southern Cargo Carriers (India)

August 03, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	14.00	ACUITE BB Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	14.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded the long term rating to '**ACUITE BB**' (read as **ACUITE double B**) from '**ACUITE BB +**' (read as **ACUITE double B plus**) on the Rs. 14.00 crore bank facilities of Southern Cargo Carriers (India) ("SCC"). This rating is now an indicative rating and is based on best available information.

About the Company

Southern Cargo Carriers (India) (SSCI), established in 1991, is a Bangalore-based partnership firm promoted by Mr Mittal and family. The firm is engaged in providing goods transportation services with a fleet of around 500 trucks and caters to corporate clients. The firm has a fleet of about 500 trucks of which 79 are owned and remaining are attached vehicles (Taken on rent basis).

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.

Acuite believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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

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 - Key Financials

No information provided by the issuer/ available for Acuite to comment upon.

Rating Sensitivity

No information provided by the issuer/ available for Acuité to comment upon

Material Covenants

Not Applicable.

Liquidity Position

No information provided by the issuer/ available for Acuité to comment upon

Outlook

Not Applicable.

Other Factors affecting Rating

Not Applicable.

Status of non-cooperation with previous CRA

Not Applicable.

Any other information

Not Applicable.

Applicable Criteria

- Infrastructure Sector: <https://www.acuite.in/view-rating-criteria-51.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
07 May 2021	Secured Overdraft	Long Term	12.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Proposed Bank Facility	Long Term	2.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
10 Feb 2020	Secured Overdraft	Long Term	12.00	ACUITE BBB Stable (Reaffirmed)
	Proposed Bank Facility	Long Term	2.00	ACUITE BBB Stable (Reaffirmed)
16 Nov 2018	Cash Credit	Long Term	14.00	ACUITE BBB (Issuer not co-operating*)
16 Oct 2017	Cash Credit	Long Term	14.00	ACUITE BBB Stable (Upgraded from ACUITE BBB- Stable)
20 Jun 2016	Cash Credit	Long Term	14.00	ACUITE BBB- Stable (Upgraded from ACUITE BB+ Stable)
16 Mar 2015	Cash Credit	Long Term	14.00	ACUITE BB+ Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Canara Bank	Not Applicable	Overdraft	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE BB Downgraded Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE BB Downgraded Issuer not co-operating*

Contacts

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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