

Press Release

Subra Enterprises

October 03, 2018

Rating Update



Total Bank Facilities Rated	Rs. 16.00 Crore #
Long Term Rating	ACUITE D Issuer not co-operating*
Short Term Rating	ACUITE D Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuite has downgraded the long term rating of '**ACUITE B**' (read as **ACUITE B**) to '**ACUITE D**' (read as **ACUITE D**) and short term rating of '**ACUITE A4**' (read as **ACUITE A four**) to '**ACUITE D**' (read as **ACUITE D**) to the bank facilities of Subra Enterprises (SE). This rating is now an indicative rating and is based on 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

- Manufacturing Entities - <https://www.acuite.in/criteria-manufacturing.htm>
- Default Recognition: <https://www.acuite.in/criteria-default.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:

Subra Enterprises (SE), established in 2012, is promoted by Mr. Mr. A. S. Sharath Chandran and his son, Mr. S. Shiyaam. The firm is engaged in importing and trading of agricultural commodities such as pulses, rice and maize. The firm imports 30-40 percent of pulses from Singapore, Myanmar, Tanzania, Australia, Canada, Turkey and Syria with the balance procured from farmers in Karnataka, Andhra Pradesh, Uttar Pradesh, Maharashtra and Tamil Nadu. The same is procured on cash basis. The firm is planning to export cementation products such as Granulated Blast Slag, Ground Granulated Blast Slag, Fly Ash and Felspathatic non-metallic minerals like feldspar, quartz, Silica sand. The exports are expected to start from September 2017.

For FY2016-17 (Provisional), SE reported net profit of Rs.0.14 crore on operating income of Rs.26.26 crore as against net profit of Rs.0.15 crore on operating income of Rs.40.03 in the previous year. The net worth stood at Rs. 9.36 crore as on March 31, 2017 (Provisional) as against Rs.6.13 crore in the previous year.

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

Not Applicable

Any other information:

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

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
13-Jul-2017	Cash Credit	Long Term	9.75	ACUITE B/Stable (Assigned)
	Proposed PCFC	Short Term	6.25	ACUITE A4 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	9.75	ACUITE D (Indicative)
Proposed PCFC	Not Applicable	Not Applicable	Not Applicable	6.25	ACUITE D (Indicative)

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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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