

Press Release
SNP Industries

May 02, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	2.50	ACUITE B- Reaffirmed Issuer not co-operating*	-
Bank Loan Ratings	3.50	-	ACUITE A4 Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	6.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Refer Annexure for details

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

Rating Rationale

Acuite has reaffirmed the long term rating of '**ACUITE B-**' (read as **ACUITE B minus**) and the short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs.6.00 crore bank facilities of SNP Industries (SNPI). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

About the Firm

SNP Industries (SNPI), a partnership firm established in April, 2014 is engaged in the manufacturing of stainless steel utensils at Tamil Nadu. Promoted by Mr. Maharajan and family, the firm commenced its operation in September 2014. The manufacturing facilities are located at Ambattur (Unit I), Chennai and Nanguneri (Unit II - SEZ), Tirunelveli, Tamil Nadu.

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 the due date.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an 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

The rated entity has not shared the latest financial statements despite repeated requests.

Rating Sensitivity

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

Material Covenants

Not Applicable

Liquidity Indicators

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

Outlook

Not Applicable

Status of non-cooperation with previous CRA

Not Applicable

Any other information

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

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.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
29 Jan 2021	Term Loan	Long Term	1.80	ACUITE B- (Issuer not co-operating*)
	Term Loan	Long Term	0.50	ACUITE B- (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.20	ACUITE B- (Issuer not co-operating*)
	Letter of Credit	Short Term	2.00	ACUITE A4 (Issuer not co-operating*)
	Packing Credit	Short Term	0.50	ACUITE A4 (Issuer not co-operating*)
	Post Shipment Credit	Short Term	1.00	ACUITE A4 (Issuer not co-operating*)
19 Nov 2019	Post Shipment Credit	Short Term	1.00	ACUITE A4 (Issuer not co-operating*)
	Term Loan	Long Term	0.50	ACUITE B- (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.20	ACUITE B- (Issuer not co-operating*)
	Letter of Credit	Short Term	2.00	ACUITE A4 (Issuer not co-operating*)

	Packing Credit	Short Term	0.50	ACUITE A4 (Issuer not co-operating*)
	Term Loan	Long Term	1.80	ACUITE B- (Issuer not co-operating*)
27 Aug 2018	Term Loan	Long Term	0.50	ACUITE B- (Issuer not co-operating*)
	Term Loan	Long Term	1.80	ACUITE B- (Issuer not co-operating*)
	Packing Credit	Short Term	0.50	ACUITE A4 (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.20	ACUITE B- (Issuer not co-operating*)
	Post Shipment Credit	Short Term	1.00	ACUITE A4 (Issuer not co-operating*)
	Letter of Credit	Short Term	2.00	ACUITE A4 (Issuer not co-operating*)
01 Jun 2017	Term Loan	Long Term	0.50	ACUITE B- Stable (Upgraded from ACUITE D)
	Term Loan	Long Term	1.80	ACUITE B- Stable (Upgraded from ACUITE D)
	Packing Credit	Short Term	0.50	ACUITE A4 (Upgraded from ACUITE D)
	Proposed Long Term Loan	Long Term	0.20	ACUITE B- Stable (Upgraded from ACUITE D)
	Post Shipment Credit	Short Term	1.00	ACUITE A4 (Upgraded from ACUITE D)
	Letter of Credit	Short Term	2.00	ACUITE A4 (Upgraded from ACUITE D)
30 Dec 2016	Term Loan	Long Term	0.50	ACUITE D (Downgraded from ACUITE B- Stable)
	Term Loan	Long Term	1.80	ACUITE D (Downgraded from ACUITE B- Stable)
		Short		ACUITE D (Downgraded from ACUITE A4)
	Packing Credit	Term	0.50	ACUITE D (Downgraded from ACUITE A4)
	Post Shipment Credit	Short Term	1.00	ACUITE D (Downgraded from ACUITE A4)
	Letter of Credit	Short Term	2.00	ACUITE D (Downgraded from ACUITE A4)
19 Oct 2015	Proposed Working Capital Demand Loan	Long Term	0.20	ACUITE D (Assigned)
	Term Loan	Long Term	0.50	ACUITE B- Stable (Assigned)
	Proposed Long Term Loan	Long Term	2.00	ACUITE B- Stable (Assigned)
	Packing Credit	Short Term	0.50	ACUITE A4 (Assigned)
	Letter of Credit	Short Term	2.00	ACUITE A4 (Assigned)
	Post Shipment Credit	Short Term	1.00	ACUITE A4 (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Tamilnad Mercantile Bank Limited	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4 Reaffirmed Issuer not co-operating*
Tamilnad Mercantile Bank Limited	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE A4 Reaffirmed Issuer not co-operating*
Tamilnad Mercantile Bank Limited	Not Applicable	Post Shipment Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4 Reaffirmed Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	0.20	ACUITE B- Reaffirmed Issuer not co-operating*
Tamilnad Mercantile Bank Limited	Not Applicable	Term Loan	Not available	Not available	Not available	0.50	ACUITE B- Reaffirmed Issuer not co-operating*
Tamilnad Mercantile Bank Limited	Not Applicable	Term Loan	Not available	Not available	Not available	1.80	ACUITE B- Reaffirmed Issuer not co-operating*

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About Acuité Ratings & Research

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