

## Press Release

ONUS Enterprise Private Limited

December 23, 2022



Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	3.00	ACUITE C   Downgraded   Issuer not co-operating*	-
Bank Loan Ratings	10.00	-	ACUITE A4   Reaffirmed   Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	13.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

## Rating Rationale

\*The issuer did not co-operate;

Based on best available information Acuite has downgraded its long term rating to '**ACUITE C (read as ACUITE C)**' from '**ACUITE B+ (read as ACUITE B plus)**' and reaffirmed the short term rating of '**ACUITE A4 (read as ACUITE A four)**' on the Rs.13.00 crore bank facilities of Onus Enterprise Private Limited. The downgrade is on the basis that several suit filed against the company in NCLT and was mentioned in the IBBI Subscription on Public Announcement of Corporate Insolvency Resolution. The rating continues to be in the Issuer Non co-operation category.

## About the Company

OEPL was incorporated in the year 2014 to take over the running business of Onus Enterprise (proprietorship concern). Onus Enterprise (OE) is engaged in trading of food products like cashew, biscuits, wine, spices chemicals, etc. The firm is also engaged in processing of cashew and manufacturing of biscuits. For biscuits, OE gets it manufactured on job work basis. For spices, undertakes mixing and repackaging before sale. The company is directed by Mr Kalpesh Mukundlal Shah, and Rakesh Narayan Revandkarwas, situated in Mumbai.

## 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 continues to be flagged as "Issuer notcooperating", 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

None

## Liquidity Position

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

## Outlook

Not Applicable

## Other Factors affecting Rating

None

## Status of non-cooperation with previous CRA

None

## 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>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

## Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in)

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
22 Nov 2021	Proposed Cash Credit	Long Term	3.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Proposed Letter of Credit	Short Term	10.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
24 Aug 2020	Proposed Cash Credit	Long Term	3.00	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Proposed Letter of Credit	Short Term	10.00	ACUITE A4+ (Issuer not co-operating*)
29 May 2019	Proposed Cash Credit	Long Term	3.00	ACUITE BB (Issuer not co-operating*)
	Proposed Bank Guarantee	Short Term	10.00	ACUITE A4+ (Issuer not co-operating*)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Not Applicable	Not Applicable	Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	3.00	ACUITE C   Downgraded   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	10.00	ACUITE A4   Reaffirmed   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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