

Press Release

Saraswati Rice Industries

February 15, 2021

Rating Update



| | |
|-------------------------------------|--------------------------------------|
| Total Bank Facilities Rated* | Rs. 6.00 Cr.# |
| Long Term Rating | ACUITE B Issuer not co-operating* |

#Refer Annexure for details

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

Acuite has reviewed the long-term rating of '**ACUITE B**' (read as **ACUITE B**) on the Rs. 6.00 crore bank facilities of Saraswati Rice Industries (SRI). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

SRI, incorporated in 1998, is a Haryana-based partnership firm promoted by Mr. Sashi Pal Gupta and Mrs. Anita Rani. The firm is engaged in the processing and milling of basmati and non-basmati rice at Karnal (Haryana). The milling capacity of the plant is 1 tonne per hour. For FY2017, the firm reported profit after tax (PAT) of Rs.0.04 crore on operating income of Rs.32.32 crore as compared with PAT of Rs.0.02 crore on operating income of Rs.18.99 crore in FY2016. The net worth stood at Rs.2.66 crore as on March 31, 2017 against Rs.1.18 crore a year earlier. The net worth of Rs.2.66 crore in FY2016 includes quasi-equity of 1.35 crore.

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.

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/view-rating-criteria-52.htm>
- Manufacturing Entities- <https://www.acuite.in/view-rating-criteria-59.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.

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

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

About the Rated Entity - Key Financials

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

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

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.

Rating History (Up to last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr) | Ratings/Outlook |
|--------------|---------------------------------|-----------|-----------------|--------------------------------------|
| 05-Dec-2019 | Cash Credit | Long Term | 5.25 | ACUITE B Issuer not co-operating* |
| | Proposed Cash Credit | Long Term | 0.75 | ACUITE B Issuer not co-operating* |
| 12-Sept-2018 | Cash Credit | Long Term | 5.25 | ACUITE B Issuer not co-operating* |
| | Proposed Cash Credit | Long Term | 0.75 | ACUITE B Issuer not co-operating* |
| 20-June-2017 | Cash Credit | Long Term | 5.25 | ACUITE B/Stable (Upgraded) |
| | Proposed Cash Credit | Long Term | 0.75 | ACUITE B/Stable (Upgraded) |

*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 | 5.25 | ACUITE B Issuer not co-operating* |
| Proposed Cash Credit | Not Applicable | Not Applicable | Not Applicable | 0.75 | ACUITE B 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 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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