

## Press Release



Global Beverages Inc

February 24, 2022

### Rating Downgraded and Issuer not co-operating

| Product                                   | Quantum (Rs. Cr) | Long Term Rating                                  | Short Term Rating                                 |
|---|------------------|---|---|
| <b>Bank Loan Ratings</b>                  | 1.00             | -   | ACUITE A4   Downgraded   Issuer not co-operating* |
| <b>Bank Loan Ratings</b>                  | 10.25            | ACUITE B+   Downgraded   Issuer not co-operating* | -   |
| <b>Total Outstanding Quantum (Rs. Cr)</b> | 11.25            | -   | -   |
| <b>Total Withdrawn Quantum (Rs. Cr)</b>   | 0.00             | -   | -   |

### Rating Rationale

Acuité has downgraded the long-term rating to '**ACUITE B+** (read as ACUITE single B plus) from '**ACUITE BB-** (read as ACUITE double B minus)' and the short-term rating of '**ACUITE A4**' (read as ACUITE A four) from '**ACUITE A4+** (read as ACUITE A four Plus)' on the Rs.11.25 crore bank facilities of Global Beverages Inc (Global). This rating is now an indicative rating and is downgraded on account of information risk.

### About the Company

Established in 2004, Global Beverages Inc is a partnership firm formed by Mr. S. Ganeson and Mr. S. Santosh Kumar as partners. The firm is engaged in bottling and distribution of Indian made Foreign Liquor, wholesale distribution of imported wines, mild beer, and strong beers in the Union Territory of Puducherry. The firm has five retail shops in Puducherry and it has a strong distribution network encompassing almost 350 retail touchpoints across Puducherry and Karaikal.

### Non-cooperation by the issuer/borrower:

Acuité 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.

Acuité 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 Acuité'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). Acuité endeavoured to gather information about the entity/industry from the public domain. Therefore, Acuité 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 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

## **Status of non-cooperation with previous CRA**

None

## **Any other information**

Acuité 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>
- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.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   |
|-------------|--------------------------------|------------|-----------------|--|
| 25 Nov 2020 | Bank Guarantee                 | Short Term | 1.00            | ACUITE A4+ (Issuer not co-operating*)                  |
|             | Secured Overdraft              | Long Term  | 10.25           | ACUITE BB- (Downgraded and Issuer not co-operating*)   |
| 17 Sep 2019 | Secured Overdraft              | Long Term  | 10.25           | ACUITE BB   Stable (Reaffirmed)                        |
|             | Bank Guarantee                 | Short Term | 1.00            | ACUITE A4+ (Reaffirmed)                                |
| 06 Jul 2018 | Bank Guarantee                 | Short Term | 1.00            | ACUITE A4+ (Assigned)                                  |
|             | Secured Overdraft              | Long Term  | 10.25           | ACUITE BB   Stable (Upgraded from ACUITE BB-   Stable) |
| 07 Jul 2017 | Secured Overdraft              | Long Term  | 10.25           | ACUITE BB-   Stable (Reaffirmed)                       |
|             | Proposed Cash Credit           | Long Term  | 0.75            | ACUITE BB-   Stable (Reaffirmed)                       |
| 11 Feb 2016 | Secured Overdraft              | Long Term  | 5.00            | ACUITE BB-   Stable (Assigned)                         |
|             | Proposed Secured Overdraft     | Long Term  | 6.00            | ACUITE BB-   Stable (Assigned)                         |

**Annexure - Details of instruments rated**

| <b>Lender's Name</b> | <b>ISIN</b>    | <b>Facilities</b>    | <b>Date Of Issuance</b> | <b>Coupon Rate</b> | <b>Maturity Date</b> | <b>Quantum (Rs. Cr.)</b> | <b>Rating</b>                                     |
|----------------------|----------------|----------------------|-------------------------|--------------------|----------------------|--------------------------|---|
| Union Bank of India  | Not Applicable | Bank Guarantee (BLR) | Not Applicable          | Not Applicable     | Not Applicable       | 1.00                     | ACUITE A4   Downgraded   Issuer not co-operating* |
| Union Bank of India  | Not Applicable | Overdraft            | Not Applicable          | Not Applicable     | Not Applicable       | 10.25                    | ACUITE B+   Downgraded   Issuer not co-operating* |

## 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 8,850 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 KanjurMarg, Mumbai.

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