

Press Release

Dnyanyogi Shri Shivakumar Swamiji Sugars Limited

November 17, 2018



Rating Update

Total Bank Facilities Rated*	Rs. 116.00 Cr.#
Long Term Rating	ACUITE B- Issuer not co-operating*
Short Term Rating	Acuite A4 Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuité has reviewed long-term rating of '**ACUITE B-**' (**read as ACUITE B minus**) and short term rating of '**ACUITE A4**' (**read as 'ACUITE A four'**) on the Rs. 116.00 crore bank facilities of Dnyanyogi Shri Shivakumar Swamiji Sugars Limited. This rating is now an indicative rating and is based on best available information.

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 due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Applicable Criteria

- Default Recognition -<https://www.acuite.in/view-rating-criteria-17.htm>
- Manufacturing Entities-<https://www.acuite.in/view-rating-criteria-14.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). 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:

The Karnataka-based Dnyanyogi Shri Shivakumar, incorporated in 2002, is engaged in the manufacturing and selling of sugar and its by-products. Promoted by Mr. Sudhir Gurugouda Biradar, the company is also engaged in power co-generation.

About the Rated Entity - Key Financials

	Unit	FY15 (Actual)	FY14 (Actual)	FY13 (Actual)
Operating Income	Rs. Cr.	100.26	89.71	74.41
EBITDA	Rs. Cr.	(8.42)	10.35	9.97
PAT	Rs. Cr.	(18.22)	(5.92)	4.49
EBITDA Margin	(%)	(8.40)	11.54	13.40
PAT Margin	(%)	(18.17)	(6.60)	6.03
ROCE	(%)	(5.56)	6.05	13.86
Total Debt/Tangible Net	Times	9.80	3.20	2.83

Worth				
PBDIT/Interest	Times	(0.10)	1.02	2.55
Total Debt/PBDIT	Times	(71.11)	7.24	5.28
Gross Current Assets (Days)	Days	334	441	557

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

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.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
15-September-2017	Cash Credit	Long term	30.00	ACUITE B- (Indicative)
	Short Term Loan	Short term	25.00	ACUITE A4 (Indicative)
	Term Loan	Long term	9.00	ACUITE B- (Indicative)
	Term Loan	Long term	9.60	ACUITE B- (Indicative)
	Cash Credit	Long term	30.00	ACUITE B- (Indicative)
	Term Loan	Long term	6.00	ACUITE B- (Indicative)
	Proposed	Long term	6.40	ACUITE B- (Indicative)
21-Jun-2016	Cash Credit	Long term	30.00	ACUITE B-/Stable (Assigned)
	Harvesting and Transportation Loan	Short term	25.00	ACUITE A4 (Assigned)
	Soft Loan	Long term	9.00	ACUITE B-/Stable (Assigned)
	MTNL	Long term	9.60	ACUITE B-/Stable (Assigned)
	Cash Credit	Long term	30.00	ACUITE B-/Stable (Assigned)
	Consortium Loan	Long term	6.00	ACUITE B-/Stable (Assigned)

	Fund Based/Non Fund Based (Proposed)	Long term	6.40	ACUITE B-/Stable/A4 (Assigned)
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***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	30.00	ACUITE B- Issuer not co-operating*
Short Term Loan	Not Applicable	Not Applicable	Not Applicable	25.00	ACUITE A4 Issuer not co-operating
Term Loan	Not Applicable	Not Applicable	Not Applicable	9.00	ACUITE B- Issuer not co-operating
Term Loan	Not Applicable	Not Applicable	Not Applicable	9.60	ACUITE B- Issuer not co-operating
Cash Credit	Not Applicable	Not Applicable	Not Applicable	30.00	ACUITE B- Issuer not co-operating
Term Loan	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE B- Issuer not co-operating
Proposed	Not Applicable	Not Applicable	Not Applicable	6.40	ACUITE B- Issuer not co-operating

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

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About Acuité Ratings & Research:

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