

Press Release

Safal Food Products Private Limited

October 05, 2021

Rating Withdrawn



Total Bank Facilities Rated*	Rs. 16.70 crore
Long Term Rating	ACUITE BB- (Indicative and withdrawn)

* Refer Annexure for details

Rating Rationale

Acuite has withdrawn the indicative long-term rating of '**ACUITE BB-**' (read as **ACUITE double B minus**) to the above-mentioned bank facilities of **Safal Food Products Private Limited (SFPPL)**. The rating continues to be flagged as "Issuer Not-Cooperating" and is withdrawn on account of information risk.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

About the Company

SFPPL, incorporated in 2007, is a Nagpur-based company promoted by Mr. Prakash Kataria and Ravi Jain. The company is engaged in the manufacturing of pickles and spices. For FY2014-15, SFPPL registered profit after tax (PAT) of Rs.0.99 crore on operating income of Rs.50.08 crore, as compared with PAT of Rs.1.62 crore on operating of Rs.54.79 crore in FY2013-14.

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

Analytical Approach

Acuite has considered the standalone financial and business risk profiles of the company SFPPL to arrive at the rating.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Financial Ratios and Adjustments - <https://www.acuite.in/view-rating-criteria-53.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.htm>

Note on complexity levels of the rated instrument

<https://www.acuite.in/view-rating-criteria-55.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 (Standalone)

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

Status of non-cooperation with previous CRA

Not Applicable

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	Ratings/Outlook
			(Rs. Crore)	
23-April 2021	Cash Credit	Long term	14.00	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*
	Term Loan	Long term	2.70	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*
31 Jan 2020	Cash Credit	Long term	14.00	ACUITE BB Issuer not co-operating*
	Term Loan	Long term	2.70	ACUITE BB Issuer not co-operating*
19 Nov 2018	Cash Credit	Long term	14.00	ACUITE BB Issuer not co-operating*
	Term Loan	Long term	2.70	ACUITE BB Issuer not co-operating*
13 Oct 2017	Cash Credit	Long term	14.00	ACUITE BB Issuer not co-operating*
	Term Loan	Long term	2.70	ACUITE BB Issuer not co-operating*

*Annexure – Details of instruments rated

Lender's Name	Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
IDBI Bank	Cash Credit	Not Applicable	Not Applicable	Not Applicable	14.00	ACUITE BB- (Indicative & withdrawn)
IDBI Bank	Term Loan	Not Available	Not Available	Not Available	2.70	ACUITE BB- (Indicative & withdrawn)

Contacts

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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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