

Press Release

Senthil Enterprises-JV

October 11, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	2.00	ACUITE B Reaffirmed Issuer not co-operating*	-
Bank Loan Ratings	3.85	-	ACUITE A4 Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	5.85	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE B' (read as ACUITE B)** and short-term rating of '**ACUITE A4' (read as ACUITE A four)** on the Rs.5.85 Cr bank facilities of Senthil Enterprises-JV. The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

About the Company

Senthil Enterprises-JV, established in 2015, is a Tamil Nadu-based partnership firm promoted by Mr. Senthil Kumar and Mr. Palanisamy. The firm is engaged in the removal and transportation of coal overburden.

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.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with 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 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

- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.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

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
15 Jul 2021	Bank Guarantee	Short Term	3.85	ACUITE A4 (Issuer not co-operating*)
	Secured Overdraft	Long Term	2.00	ACUITE B (Issuer not co-operating*)
15 Apr 2020	Bank Guarantee	Short Term	3.85	ACUITE A4 (Issuer not co-operating*)
	Secured Overdraft	Long Term	2.00	ACUITE B (Issuer not co-operating*)
07 Feb 2019	Bank Guarantee	Short Term	3.85	ACUITE A4 (Issuer not co-operating*)
	Secured Overdraft	Long Term	2.00	ACUITE B (Issuer not co-operating*)
16 Jan 2018	Secured Overdraft	Long Term	2.00	ACUITE B (Issuer not co-operating*)
	Bank Guarantee	Short Term	3.85	ACUITE A4 (Issuer not co-operating*)
09 Sep 2016	Secured Overdraft	Long Term	2.00	ACUITE B Stable (Assigned)
	Bank Guarantee	Short Term	3.85	ACUITE A4 (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Tamilnad Mercantile Bank Limited	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	3.85	ACUITE A4 Reaffirmed Issuer not co-operating*
Tamilnad Mercantile Bank Limited	Not Applicable	Secured Overdraft	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE B 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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