

Press Release

Star Wire (India) Vidyut Private Limited

June 01, 2022



Rating Downgraded & Withdrawn and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	48.00	ACUITE C Downgraded & Withdrawn Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	48.00	-	-

Rating Rationale

Acuite has downgraded and withdrawn the long-term rating to '**ACUITE C**' (read as ACUITE C) from 'ACUITE B-' (read as ACUITE B minus) on the Rs. 48.00 crore bank facilities of Star Wire India Vidyut Private Limited. The rating is flagged as "Issuer Not Cooperating" and is based on best available information. The rating is being withdrawn on account of request received from the company and NOC received from the banker as per Acuite's policy.

Rationale for rating downgrade

There is lack of latest information for assigning the rating and also the credit bureau report states wilful default and delinquency in servicing of term loan by the entity for the month of September, October, November, December, January and February. However, the team has not been able to confirm the same from SBI Banker. Also, the CIC report indicates that there are multiple bankers. Therefore, the team is unable to establish the default for the facilities rated.

About the Company

The New Delhi-based Star Wire was established in 1991. The company runs a 9.9MW biomass-based power plant in village Khurawata of Mahendragarh district, Haryana. SWIVPL was promoted by Mr. Varun Todi, Mr. Rishi Todi and Mrs. Archana Ajay Padia.

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.

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.

Rating Sensitivities

"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

Key Financials:

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

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

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
01 Apr 2021	Working Capital Demand Loan	Long Term	12.50	ACUITE B- (Issuer not co-operating*)
	Term Loan	Long Term	35.50	ACUITE B- (Issuer not co-operating*)
08 Jan 2020	Working Capital Demand Loan	Long Term	12.50	ACUITE B- (Issuer not co-operating*)
	Term Loan	Long Term	35.50	ACUITE B- (Issuer not co-operating*)
09 Oct 2018	Working Capital Demand Loan	Long Term	12.50	ACUITE B- (Issuer not co-operating*)
	Term Loan	Long Term	35.50	ACUITE B- (Issuer not co-operating*)
16 Aug 2017	Working Capital Demand Loan	Long Term	12.50	ACUITE B- Stable (Reaffirmed)
	Term Loan	Long Term	35.50	ACUITE B- Stable (Reaffirmed)
21 Sep 2016	Working Capital Demand Loan	Long Term	12.50	ACUITE B- Stable (Assigned)
	Term Loan	Long Term	35.50	ACUITE B- Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	35.50	ACUITE C Downgraded & Withdrawn Issuer not co-operating*
State Bank of India	Not Applicable	Working Capital Demand Loan (WC DL)	Not available	Not available	Not available	12.50	ACUITE C Downgraded & Withdrawn 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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