

Press Release

Siddharth Global Private Limited

April 07, 2020

Rating Update



| | |
|------------------------------------|---|
| Total Bank Facilities Rated | Rs. 10.00 Cr. # |
| Long Term Rating | ACUITE B (Downgraded from ACUITE B+/ Stable) 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.

Acuité has downgraded the long-term rating to '**ACUITE B**' (read as **ACUITE B**) from '**ACUITE B+**' (read as **ACUITE B plus**) and reviewed the short-term rating to '**ACUITE A4**' (read as **ACUITE A four**) on the Rs.10.00 crore bank facilities of Siddharth Global Private Limited. This rating is now an indicative rating and is based on best available information. The downgrade is due to information risk.

The Mumbai based, SGPL was incorporated in 1995. The company is engaged in import and distribution of chemicals used in pharmaceutical industry. The company is currently managed by Mr. Kishore Lunawat, Mr. Naresh Lunawat and Mr. Dhruv Lunawat.

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.

Acuité 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 Acuité's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-61.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 endeavored 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.

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

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 (Rs. Cr.) | Ratings/Outlook |
|-------------|--------------------------------------|------------|------------------|--------------------------------|
| 25-Jan-2019 | Letter of Credit | Short Term | 2.50 | ACUITE A4 (Reaffirmed) |
| | Cash Credit | Long Term | 5.00 | ACUITE B+/ Stable (Reaffirmed) |
| | Proposed Bank Facility | Long Term | 2.50 | ACUITE B+/ Stable (Reaffirmed) |
| 19-Feb-2018 | Cash Credit | Long Term | 5.00 | ACUITE B+/ Stable (Reaffirmed) |
| | Proposed Bank Facility | Long Term | 2.50 | ACUITE B+/ Stable (Reaffirmed) |
| | Letter of Credit | Short Term | 2.50 | ACUITE A4 (Reaffirmed) |
| 30-Jan-2018 | Cash Credit | Long Term | 5.00 | ACUITE B+ (Indicative) |
| | Proposed Working Capital Demand Loan | Long Term | 3.00 | ACUITE B+ (Indicative) |
| | Letter of Credit | Short Term | 2.00 | ACUITE A4 (Indicative) |

#Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Cr.) | Ratings |
|------------------------|------------------|----------------|----------------|-----------------------------|--|
| Cash Credit | Not Applicable | Not Applicable | Not Applicable | 5.00 | ACUITE B (Downgraded from ACUITE B+ /Stable) Issuer not co-operating* |
| Proposed Bank Facility | Not Applicable | Not Applicable | Not Applicable | 2.50 | ACUITE B (Downgraded from ACUITE B+ /Stable) Issuer not co-operating* |
| Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 2.50 | ACUITE A4 Issuer not co-operating* |

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

Contacts

| Analytical | Rating Desk |
|--|---|
| Aditya Gupta Head - Corporate and Infrastructure Sector Ratings Tel: 022-49294041 aditya.gupta@acuite.in Disha Parmar Analyst - Rating Operations Tel: 02249294054 disha.parmar@acuite.in | Varsha Bist Manager - Rating Desk Tel: 022-49294011 rating.desk@acuite.in |

About Acuite Ratings & Research:

Acuite Ratings & Research Limited (Erstwhile SMERA Ratings 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 6,000 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 Mumbai.

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