

Press Release

Shree Radhe Shyam Oil Mill

June 26, 2018



Rating Update

Total Bank Facilities Rated#	Rs. 8.30 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 the long-term rating of '**ACUITE B+**' (**read as ACUITE B plus**) and short term rating of '**SMERA A4**' (**read as ACUITE A four**) on the Rs.8.30 crore bank facilities of Shree Radhe Shyam Oil Mill. 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/criteria-default.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-6.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:

Shree Radhe Shyam Oil Mill (SRSOM) was established in 2009 as a partnership firm by Mr. Amit Kumar and Mr. Gautam Kumar. The firm is engaged in the processing of cotton seed, khal and cakes at Samana, Punjab. The milling capacity stands at ~500 quintals per day. The firm procures raw material i.e. cotton seeds from Maharashtra, Karnataka, Telangana and sells cotton seeds oil and khal in Punjab and Haryana.

In FY2015-16, the firm achieved operating income of Rs.20.27 cr with Profit after Tax (PAT) of 0.05 cr as compared to operating income of Rs. 15.47 cr with PAT of 0.10 cr a year earlier. The networth of the firm stood at Rs.6.47 cr (includes quasi equity of Rs. 5.18 cr) in FY2015-16 as against Rs.3.84 cr (includes quasi equity of Rs. 3.18 cr) a year earlier.

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

None

Any other information

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
09-May-2017	Warehouse Receipt	Short Term	5.00	ACUITE A4 (Assigned)
	Cash Credit	Long Term	2.80	ACUITE B+/Stable (Assigned)
	Term Loan	Long Term	0.40	ACUITE B+/Stable (Assigned)
	Proposed Long Term loan	Long Term	0.10	ACUITE B+/Stable (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Warehouse Receipt	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A4 Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.80	ACUITE B+ Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.40	ACUITE B+ Issuer not co-operating*
Proposed Long Term loan	Not Applicable	Not Applicable	Not Applicable	0.10	ACUITE B+ Issuer not co-operating*

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

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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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