

Press Release

Shivadarshan Agro Industries

June 30, 2018

Rating Update



Total Bank Facilities Rated	Rs. 9.39 Cr. #
Long Term Rating	ACUITE BB- Issuer not co-operating*

Refer Annexure for details

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

Rating Rationale

Acuité has reviewed long-term rating of '**ACUITE BB-' (read as ACUITE double B minus)** on the Rs.9.39 crore bank facilities of Shivadarshan Agro Industries (SAI). 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

- ☐ Manufacturing Entities: <https://acuite.in/view-rating-criteria-4.htm>
- ☐ Default Recognition: <https://acuite.in/view-rating-criteria-17.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 Rating Entity

Shivadarshan Agro Industries (SAI) established in 2001 is a Mangalore-based partnership firm engaged in rice milling activity. The firm is promoted by Mrs. Vanitha Nayak, Mr. Revathi B. Nayak, Mr. Balakrishna C. Nayak, Mr. Poornima V. Mallya and Mrs. Malathi S. Mallya. Its operations are managed by Mr. Balakrishna C Nayak. SAI has an installed rice milling capacity of 7,200 tonnes per annum and caters to the domestic market including states like Karnataka and Kerala.

For FY2015-16, SAI reported net profit of Rs.0.35 crore on operating income of Rs.22.95 crore, as compared to net profit of Rs.0.36 crore on operating income of Rs.29.58 crore in the previous year. The net worth of the firm stood at Rs.8.02 crore as on 31 March, 2016 as against Rs.7.60 crore in the previous year.

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. Crore)	Ratings/Outlook
16-May-2017	Cash Credit	Long Term	9.00	ACUITE BB-/Stable (Assigned)
	Warehouse Receipt Loan	Long Term	0.30	ACUITE BB-/Stable (Assigned)
	Term Loan	Long Term	0.09	ACUITE BB-/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
Cash Credit	Not Applicable	Not Applicable	Not Applicable	9.00	ACUITE BB- Issuer not co- operating*
Warehouse Receipt Loan	Not Applicable	Not Applicable	Not Applicable	0.30	ACUITE BB- Issuer not co- operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.09	ACUITE BB- Issuer not co- operating*

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About Acuité Ratings & Research:

Acuité 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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