

Press Release

Shivadarshan Agro Industries

September 26, 2019

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.

Acuite 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.

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..

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 due date.

This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.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). Acuite endeavoured 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 attempts.

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

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.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
30-June-2018	Cash Credit	Long Term	9.00	ACUITE BB-Issuer not cooperating*
	Warehouse Receipt Loan	Long Term	0.30	ACUITE BB-Issuer not cooperating*
	overdraft	Long Term	0.09	ACUITE BB-Issuer not cooperating*
16-May-2017	Cash Credit	Long Term	9.00	ACUITE BB-/Stable (Assigned)
	Warehouse Receipt Loan	Long Term	0.30	ACUITE BB-/Stable (Assigned)
	overdraft	Long Term	0.09	ACUITE BB-/Stable (Assigned)

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

*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 cooperating*
Warehouse Receipt Loan	Not Applicable	Not Applicable	Not Applicable	0.30	ACUITE BB-Issuer not cooperating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.09	ACUITE BB-Issuer not cooperating*

*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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