

Press Release

Shivadarshan Agro Industries

March 17, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	9.39	ACUITE B+ Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	9.39	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE B+**' (read as **ACUITE B plus**) on the Rs.9.39 crore bank facilities of Shivadarshan Agro Industries (SAI). This rating continues to be an indicative rating and is based on best available information.

About the Company

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.

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.

Rating Sensitivity

No information provided by the issuer / available for Acuité to comment upon.

Material Covenants

Not Applicable

Liquidity Position

No information provided by the issuer / available for Acuité to comment upon.

Outlook

Not Applicable

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

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
21 Dec 2020	Cash Credit	Long Term	9.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Warehouse Receipt Financing	Long Term	0.30	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	0.09	ACUITE B+ (Downgraded and Issuer not co-operating*)
26 Sep 2019	Term Loan	Long Term	0.09	ACUITE BB- (Issuer not co-operating*)
	Warehouse Receipt Financing	Long Term	0.30	ACUITE BB- (Issuer not co-operating*)
	Cash Credit	Long Term	9.00	ACUITE BB- (Issuer not co-operating*)
30 Jun 2018	Warehouse Receipt Financing	Long Term	0.30	ACUITE BB- (Issuer not co-operating*)
	Term Loan	Long Term	0.09	ACUITE BB- (Issuer not co-operating*)
	Cash Credit	Long Term	9.00	ACUITE BB- (Issuer not co-operating*)
16 May 2017	Cash Credit	Long Term	9.00	ACUITE BB- Stable (Assigned)
	Warehouse Receipt Financing	Long Term	0.30	ACUITE BB- Stable (Assigned)
	Term Loan	Long Term	0.09	ACUITE BB- Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Canara Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	9.00	ACUITE B+ Reaffirmed Issuer not co-operating*
Canara Bank	Not Applicable	Term Loan	Not available	Not available	Not available	0.09	ACUITE B+ Reaffirmed Issuer not co-operating*
Canara Bank	Not Applicable	Warehouse Receipt Financing	Not Applicable	Not Applicable	Not Applicable	0.30	ACUITE B+ Reaffirmed Issuer not co-operating*

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About Acuité Ratings & Research

Acuité Ratings & Research 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 8,850 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 Kanjurmarg, Mumbai.

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