

Press Release

Sharda Rice Mill

January 05, 2021



Rating Update

Total Bank Facilities Rated*	Rs. 75.00 Cr.#
Long Term Rating	ACUITE BB (Downgraded from ACUITE BB+) 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 BB** (read as ACUITE double B minus) from '**ACUITE BB+** (read as ACUITE double B plus) on the Rs. 75.00 crore bank facilities of Sharda Rice Mill (SRM). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

The firm was established in 1998 as a partnership firm by Mr. Dilip Doshi, Mr. Tapan Doshi and others. The firm is engaged in milling of non-basmati rice at Nagpur, Maharashtra with an installed capacity of 45 tons of rice per hour. The firm also started trading of pulses in FY2017. The company procures raw material, i.e. paddy from the local market and from farmers and sells its products mainly to Southern India and Central parts of India.

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 the due date.

This rating continues to be 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>
- Manufacturing Entities- <https://www.acuite.in/view-rating-criteria-59.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.

Liquidity Indicators - "No information provided by the issuer / available for Acuite to comment upon."

Rating Sensitivity - "No information provided by the issuer / available for Acuite to comment upon."

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)

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.

Rating History (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
Oct 10, 2019	Cash Credit	Long Term	35.00	ACUITE BB+ Issuer not co-operating*
	Cash Credit	Long Term	10.00	ACUITE BB+ Issuer not co-operating*
	Ad-hoc	Long Term	5.00	ACUITE BB+ Issuer not co-operating*
	Term Loan	Long Term	3.00	ACUITE BB+ Issuer not co-operating*
	Term Loan	Long Term	0.65	ACUITE BB+ Issuer not co-operating*
	Proposed Bank Facility	Long Term	21.35	ACUITE BB+ Issuer not co-operating*
Aug 28, 2018	Cash Credit	Long Term	35.00	ACUITE BB+/ Stable (Assigned)
	Cash Credit	Long Term	10.00	ACUITE BB+/ Stable (Assigned)
	Ad-hoc	Long Term	5.00	ACUITE BB+/ Stable (Assigned)
	Term Loan	Long Term	3.00	ACUITE BB+/ Stable (Assigned)
	Term Loan	Long Term	0.65	ACUITE BB+/ Stable (Assigned)
	Proposed Bank Facility	Long Term	21.35	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	35.00	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
Ad-hoc	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.65	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	21.35	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*

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

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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 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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