

Press Release

Sri Laxmi Venkatadri Agro Foods

November 05, 2019

Rating Update



Total Bank Facilities Rated*	Rs.7.00 Cr. #
Long Term Rating	ACUITE B Issuer not co-operating*

Refer Annexure for details

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

Acuité has reviewed long-term rating of '**ACUITE B**' (read as **ACUITE B**) on the Rs.7.00 crore bank facilities of SRI LAXMI VENKATADRI AGRO FOODS (SLAF). This rating is now an indicative rating and is based on best available information.

Incorporated in 2008, Sri Laxmi Venkatadri Agro Foods (SLAF) is engaged in delinting of cotton seeds, cotton oil extraction and processing of bi-product of rough / de-oiled cake. Based in Raichur (Karnataka), SLAF is promoted and managed by Mr. K. Narendra Babu. It has crushing unit (oil mill) and Cotton Delinting plant with installed capacity of 200 tonnes per day (TPD) and 300 tons per day (TPD).

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/view-rating-criteria-52.htm>
- Entities in Manufacturing sector- <https://www.acuite.in/view-rating-criteria-59.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.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 - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

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

Brickworks Ratings via its press release dated July 6, 2018 has migrated SLAF's long term issuer rating to the non-cooperating category i.e. 'BWR B+ (ISSUER NOT COOPERATING)' as the issuer did not participate in the rating exercise despite continuous requests and follow-ups by the agency.

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. Cr.)	Ratings/Outlook
04-Sept-2018	Cash Credit	Long Term	5.70	ACUITE B/Stable (Assigned)

	Term Loans	Long Term	0.63	ACUITE B/Stable (Assigned)
	Proposed Bank Facility	Long Term	0.67	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. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.70	ACUITE B Issuer not co-operating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	0.63	ACUITE B Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.67	ACUITE B Issuer not co-operating*

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

Contacts

Analytical	Rating Desk
Aditya Gupta Head - Corporate and Infrastructure Sector Ratings Tel: 022-49294041 aditya.gupta@acuite.in Sagarikaa Mukherjee Analyst - Rating Operations Tel: 040-40042327 sagarikaa.mukherjee@acuite.in	Varsha Bist Manager - Rating Desk Tel: 022-49294011 rating.desk@acuite.in

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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