



Press Release
SHREE NAMAN SECURITIES AND FINANCE PRIVATE LIMITED
January 24, 2025
Rating Downgraded, Reaffirmed, Withdrawn & Issuer Not Cooperating

| Product | Quantum (Rs. Cr) | Long Term Rating | Short Term Rating |
|------------------------------------|---------------------|--|---|
| Bank Loan Ratings | 4.65 | ACUITE B Downgraded & Withdrawn Issuer not co-operating* | - |
| Bank Loan Ratings | 10.50 | - | ACUITE A4 Reaffirmed & Withdrawn Issuer not co-operating* |
| Total Outstanding Quantum (Rs. Cr) | 0.00 | - | - |
| Total Withdrawn Quantum (Rs. Cr) | 15.15 | - | - |

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

Rating Rationale

Acuite has downgraded and withdrawn its long-term rating from 'ACUITE B+' (read as ACUITE B plus) to 'ACUITE B' (read as ACUITE B) on the Rs.4.65 Cr. bank facilities of Shree Naman Securities and Finance Private Limited.

Acuite has reaffirmed and withdrawn its short term rating to 'ACUITE A4' (read as ACUITE A Four) on the Rs.10.50 Cr. bank facilities of Shree Naman Securities and Finance Private Limited.

The rating continues to be flagged as "Issuer not cooperating" and is based on the best available information. The rating downgrade is on account of information risk.

The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating as applicable to the respective facility / instrument. The rating is being withdrawn on account of request received from the company and No Objection Certificate received from the bankers.

About the Company

Incorporated in 1995, Shree Naman Securities and Finance Private Limited is a Mumbai based financial and stock broking house. Mr. Jayesh Shah is the owner/promoter of the company. He has more than three decades of experience in the industry. The company is a member of Bombay Stock Exchange (BSE) & National Stock Exchange (NSE), F&O Currency Derivatives segment and a self-clearing member in F&O & Currency. The company is registered as a Depository Participant with CDSL.

Unsupported Rating

Not Applicable.

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 the due date. Acuite believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality. This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Limitation regarding information availability

This 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. Any rating with the suffix 'Issuer not cooperating' is assigned without any management interaction with the issuer entity or any data / information from the entity. Sometimes this non co-operation by a

rated entity may be due to a result of deterioration in the credit risk profile of the entity. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Rating Sensitivity

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

Liquidity Position

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

Outlook

Not Applicable.

Other Factors affecting Rating

None.

Key Financials :

| Particulars | Unit | FY24 (Actual) | FY23(Actual) |
|---------------------------------|---------|---------------|--------------|
| Operating Income* | Rs. Cr. | 28.95 | 5.36 |
| PAT | Rs. Cr. | 4.31 | (7.30) |
| PAT Margin | (%) | 14.87 | (136.23) |
| Total Debt / Tangible Net Worth | Times | 0.50 | 0.48 |
| PBDIT/Interest | Times | 3.78 | (3.75) |

**Total income equals to Net Interest Income*

Status of non-cooperation with previous CRA

Not Applicable

Any other information

None.

Applicable Criteria

- Service Sector: <https://www.acuite.in/view-rating-criteria-50.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

In order to inform the investors about complexity of instruments, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History

| Date | Name of Instruments/Facilities | Term | Amount (Rs. Cr) | Rating/Outlook |
|-------------|------------------------------------|------------|-----------------|--|
| 06 Dec 2023 | Bank Guarantee/Letter of Guarantee | Short Term | 7.50 | ACUITE A4 (Reaffirmed & Issuer not co-operating*) |
| | Bank Guarantee/Letter of Guarantee | Short Term | 3.00 | ACUITE A4 (Reaffirmed & Issuer not co-operating*) |
| | Secured Overdraft | Long Term | 2.40 | ACUITE B+ (Downgraded & Issuer not co-operating* from ACUITE BB- Stable) |
| | Secured Overdraft | Long Term | 2.25 | ACUITE B+ (Downgraded & Issuer not co-operating* from ACUITE BB- Stable) |
| 07 Sep 2022 | Bank Guarantee/Letter of Guarantee | Short Term | 7.50 | ACUITE A4 (Reaffirmed) |
| | Bank Guarantee/Letter of Guarantee | Short Term | 3.00 | ACUITE A4 (Reaffirmed) |
| | Secured Overdraft | Long Term | 2.40 | ACUITE BB- Stable (Reaffirmed) |
| | Secured Overdraft | Long Term | 2.25 | ACUITE BB- Stable (Reaffirmed) |

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

Annexure - Details of instruments rated

| Lender's Name | ISIN | Facilities | Date Of Issuance | Coupon Rate | Maturity Date | Quantum (Rs. Cr.) | Complexity Level | Rating |
|---------------|----------------------|------------------------------------|----------------------|----------------------|----------------------|-------------------|------------------|---|
| Canara Bank | Not avl. / Not appl. | Bank Guarantee/Letter of Guarantee | Not avl. / Not appl. | Not avl. / Not appl. | Not avl. / Not appl. | 7.50 | Simple | ACUITE A4 Reaffirmed & Withdrawn Issuer not co-operating* |
| Bank of India | Not avl. / Not appl. | Bank Guarantee/Letter of Guarantee | Not avl. / Not appl. | Not avl. / Not appl. | Not avl. / Not appl. | 3.00 | Simple | ACUITE A4 Reaffirmed & Withdrawn Issuer not co-operating* |
| Bank of India | Not avl. / Not appl. | Secured Overdraft | Not avl. / Not appl. | Not avl. / Not appl. | Not avl. / Not appl. | 2.40 | Simple | ACUITE B Downgraded & Withdrawn Issuer not co-operating* (from ACUITE B+) |
| Canara Bank | Not avl. / Not appl. | Secured Overdraft | Not avl. / Not appl. | Not avl. / Not appl. | Not avl. / Not appl. | 2.25 | Simple | ACUITE B Downgraded & Withdrawn Issuer not co-operating* (from ACUITE B+) |

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

Contacts

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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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Note: None of the Directors on the Board of Acuité Ratings & Research Limited are members of any rating committee and therefore do not participate in discussions regarding the rating of any entity.