

Press Release

Yentop Manickam Edible Oils Private Limited

February 25, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	79.50	ACUITE B+ Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	79.50	-	-
Total Withdrawn Quantum (Rs.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. 79.50 crore bank facilities of Yentop Manickam Edible Oils Private Limited (YMPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on best available information.

About the Company

Tamil Nadu based, Yentop Group was established in 1900's as a family business. The group consists of Yentop Manickam Edible Oils Private Limited (YMEL), Manickavel Edible Oils Private Limited (MEPL) and Yentop Manickavel Sons Edible Oils Private Limited (YMSL). YMEL was incorporated in 2002 by Mr. Nagalingam and Mr. Mathavan. The group is engaged in bulk trading of edible palm oil under the brand name of 'Yentop'. Nearly 80 per cent of the palm oil is imported from Singapore and Malaysia and is distributed in Kerala and Tamil Nadu. Although the group has processing facilities, due to the increased duty on imported crude Palmolein oil for the past two years, the group is importing refined oil.

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.

This rating is therefore being 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 Acuite to comment upon."

Material Covenants

Not Applicable.

Liquidity Position

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

Outlook

Not Applicable.

Status of non-cooperation with previous CRA

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.

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.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
27 Nov 2020	Bank Guarantee	Long Term	1.50	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Letter of Credit	Long Term	78.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
17 Sep 2019	Letter of Credit	Long Term	78.00	ACUITE BB- (Issuer not co-operating*)
	Bank Guarantee	Long Term	1.50	ACUITE BB- (Issuer not co-operating*)
06 Sep 2018	Letter of Credit	Long Term	78.00	ACUITE BB- Stable (Assigned)
	Bank Guarantee	Long Term	1.50	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
Indian Bank	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE B+ Reaffirmed Issuer not co-operating*
Indian Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	78.00	ACUITE B+ Reaffirmed Issuer not co-operating*

Contacts

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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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