

Press Release

Srivalli Shipping and Transport Private Limited

March 12, 2021

Rating Update



Total Bank Facilities Rated*	Rs.86.95 Cr. #
Long Term Rating	ACUITE BB+ (Downgraded from ACUITE BBB- / Stable) Issuer not co-operating*
Short Term Rating	ACUITE A4+ (Downgraded from ACUITE 3) Issuer not co-operating*

Refer Annexure for details

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

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE BB+**' (read as **ACUITE double B plus**) from '**ACUITE BBB-**' (read as **ACUITE triple B minus**) and the short term rating to '**ACUITE A4+**' (read as **ACUITE A four plus**) from '**ACUITE A3**' (read as **ACUITE A three**) on the Rs. 86.95 Crore bank facilities of Srivalli Shipping and Transport Private Limited. This rating is now an indicative rating based on the best available information.

About the Company

Incorporated in 1994 as a partnership firm and later reconstituted as a private limited company in 2011 as Srivalli Shipping and Transport Pvt Ltd (STPL), the company provides various end-to-end logistic services and custom house for clearing and forwarding, stevedoring, material handling, warehousing, transporting, freight forwarding services; and dealing with all clearances of import and export consignments of various clients. STPL is promoted and managed by Mr. P Babu Rao. The Company operates through its own operations at Visakhapatnam and Kakinada, and from Gangavaram, Krishnapatnam, Chennai, Mumbai ports. It has branches at Guntur, Krishnapatnam, Bangalore, Chennai, Hyderabad and Mumbai.

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.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.htm>
- 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>

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.

Liquidity Position

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

Rating Sensitivities

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)

Not Applicable

Any other information

Acuite 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
31-Dec-2019	Cash Credit	Long Term	30.00	ACUITE BBB-/ Stable (Reaffirmed)
	Term Loans	Long Term	21.95	ACUITE BBB-/ Stable (Reaffirmed)
	Proposed Cash Credit	Long Term	10.00	ACUITE BBB-/ Stable (Reaffirmed)
	Bank Guarantee	Short Term	25.00	ACUITE A3 (Reaffirmed)
08-Oct-2018	Cash Credit	Long Term	30.00	ACUITE BBB-/ Stable (Assigned)
	Term Loans	Long Term	21.95	ACUITE BBB-/ Stable (Assigned)
	Proposed Cash Credit	Long Term	10.00	ACUITE BBB-/ Stable (Assigned)
	Bank Guarantee	Short Term	25.00	ACUITE A3 (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	30.00	ACUITE BB+ (Downgraded from ACUITE BBB- / Stable) Issuer not co-operating*
Term Loans	Not Available	Not Available	Not Available	21.95	ACUITE BB+ (Downgraded from ACUITE BBB- / Stable) Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE BB+ (Downgraded from ACUITE BBB- / Stable) Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	25.00	ACUITE A4+ (Downgraded from ACUITE 3) Issuer not co-operating*

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

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 8,400 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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