

Press Release

Sri Balaji Modern Rice Mill

February 12, 2020



Rating Update

Total Bank Facilities Rated	Rs. 6.00 Cr. #
Long Term Rating	ACUITE B- (Downgraded from ACUITE B /Stable) 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 B-**' (**read as ACUITE B minus**) from '**ACUITE B**' (**read as ACUITE B**) on the Rs. 6.00 crore bank facilities of Sri Balaji Modern Rice Mill (SBMRM). This rating is now an indicative rating and is based on best available information.

The Tamil Nadu based, SBMRM is a proprietary concern established in 2014 by Mrs. V Revathy and Mr. Venkateshan for processing of paddy. The concern trades and processes non-basmati rice and distributed the same in the domestic market. The concern has an installed rice processing capacity of 100 tons per month.

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.

Acuité 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.

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-17.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.

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

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
18-Dec-2018	Term Loan	Long Term	0.32	ACUITE B / Stable (Assigned)
	Term Loan	Long Term	0.32	ACUITE B / Stable (Assigned)
	Cash Credit	Long Term	1.00	ACUITE B / Stable (Assigned)
	Term Loan	Long Term	1.20	ACUITE B / Stable (Assigned)
	Proposed Long Term Loan	Long Term	3.16	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
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.32	ACUITE B- (Downgraded from ACUITE B /Stable) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.32	ACUITE B- (Downgraded from ACUITE B /Stable) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE B- (Downgraded from ACUITE B /Stable) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	1.20	ACUITE B- (Downgraded from ACUITE B /Stable) Issuer not co-operating*
Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	3.16	ACUITE B- (Downgraded from ACUITE B /Stable) 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 (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

