

Press Release

Mahavir Trading Co

August 17, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	12.00	ACUITE B+ Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	12.00	-	-
Total Withdrawn Quantum (Rs.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. 12.00 crore bank facilities of Mahavir Trading Company (MTC). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

About the Company

Later on in February, 2016 Mahavir Cashew Industries was set up as a partnership firm headed by Mr. Nilesh Savla, Mrs. Bharti Savla and Mr. Piyush Gogri. The firm is engaged in the processing of cashew kernels. Its partners Mr. Nilesh Savla and Mrs. Bharti Savla have been in the business of trading cashews since the past 7 years. The firm has two units located at Sawantwadi in Sindhudurg (Maharashtra) and PO Halkarni at Chandgarh District in Kolhapur (Maharashtra). The total capacity of both the units is 12 tons of raw nuts per day and 3.5 tons of finished cashew nuts perday.

About the Group

The group promoted by Mr. Nilesh Savla and his wife, Mrs. Bharti Savla commenced its operations with the establishment of MTC in 2011. The firm is engaged in the trading of Cashews (95 percent) and balance is Almonds and Pistachio. Cashews for trading are procured from Mahavir Cashew Industries Sister concern (35- 40 percent) and the balance is procured from all over India. The customers are primarily the wholesalers, retailers and sweet manufacturers spread across Maharashtra and Gujarat. MTC supplies cashews in the Domestic market via network of Brokers with Dmart being its major customer.

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 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.

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

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Applicable Criteria

- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.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
20 May 2021	Cash Credit	Long Term	12.00	ACUITE B+ (Issuer not co-operating*)
25 Feb 2020	Cash Credit	Long Term	12.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
24 Dec 2018	Cash Credit	Long Term	12.00	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
Union Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE B+ Reaffirmed Issuer not co-operating*

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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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