



Press Release

Sahyadri Cashew Processors

August 09, 2022

Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	8.00	ACUITE B Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	8.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded its long-term rating to '**ACUITE B**' (read as **ACUITE B**) from "**ACUITE B+**" (read as **ACUITE B plus**) on the Rs.8.00 Cr. bank facilities of Sahyadri Cashew Processors (SCP). The rating is now indicative and is based on best available information. The rating has been downgraded on account of information risk.

About the Company

Established in the year 1978, SCP is a Kumta, Karnataka based partnership firm. The firm is promoted by Mr. M.V. Prabhu, Mrs. Prabha Prabhu along with others. The firm is engaged in processing of raw cashew nuts to cashew kernels.

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. 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, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Rating Sensitivities

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

Material Covenants

None.

Liquidity Position

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

Outlook

Not Applicable.

Key Financials

Particulars	Unit	FY 21 (Provisional)	FY 20 (Actual)
Operating Income	Rs. Cr.	13.31	15.62
PAT	Rs. Cr.	0.05	0.07
PAT Margin	(%)	0.37	0.43
Total Debt/Tangible Net Worth	Times	0.32	0.45
PBDIT/Interest	Times	1.48	1.45

Status of non-cooperation with previous CRA

Not Applicable.

Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.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
14 Jun 2021	Bills Discounting	Short Term	1.00	ACUITE A4 (Withdrawn)
	Packing Credit	Short Term	2.00	ACUITE A4 (Withdrawn)
	Proposed Bank Facility	Long Term	2.00	ACUITE B+ Stable (Reaffirmed)
	Cash Credit	Long Term	6.00	ACUITE B+ Stable (Reaffirmed)
25 Mar 2020	Bills Discounting	Short Term	1.00	ACUITE A4 (Reaffirmed)
	Packing Credit	Short Term	2.00	ACUITE A4 (Reaffirmed)
	Cash Credit	Long Term	4.20	ACUITE B+ Stable (Reaffirmed)
	Proposed Cash Credit	Long Term	0.80	ACUITE B+ Stable (Reaffirmed)
11 Mar 2019	Cash Credit	Long Term	4.20	ACUITE B+ Stable (Assigned)
	Proposed Cash Credit	Long Term	0.80	ACUITE B+ Stable (Assigned)
	Bills Discounting	Short Term	1.00	ACUITE A4 (Assigned)
	Packing Credit	Short Term	2.00	ACUITE A4 (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Canara Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE B Downgraded Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE B Downgraded Issuer not co-operating*

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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