

Press Release

Shinghal Agri Industries Private Limited

October 18, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	6.00	-	ACUITE A4 Reaffirmed Issuer not co-operating*
Bank Loan Ratings	7.26	ACUITE B+ Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	13.26	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuité has reaffirmed the long-term rating from 'ACUITE B+' (read as ACUITE B plus) and reaffirmed the short term rating to 'ACUITE A4' (read as ACUITE A four) on the Rs. 13.26 crore bank facilities of Shinghal Agri Industries Private Limited (SAIPL). The rating is now flagged as "Issuer Not-Cooperating" and is based on the best available information.

About the Company

Shinghal Agri Industries Private Limited (SAIPL), an Odisha based company was incorporated in 2013 and promoted by Mr. Mukesh Kumar Dhandhanian and Mr. Sachin Kumar Agarwal. The company is primarily engaged into custom and open milling of paddy and processing of parboiled rice. The company also sells the by-products of rice especially rice bran to various customers.

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 the due date. Acuité believes that information risk is a critical component in such ratings, and noncooperation 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

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.

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

Other Factors affecting Rating

None

Key Financials:

The rated entity has not shared the latest financial statements despite repeated requests.

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

- 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
02 Aug 2021	Proposed Bank Facility	Long Term	1.60	ACUITE B+ Stable (Assigned)
	Bank Guarantee	Short Term	2.00	ACUITE A4 (Reaffirmed)
	Term Loan	Long Term	0.66	ACUITE B+ (Withdrawn)
	Term Loan	Long Term	3.60	ACUITE B+ Stable (Upgraded from ACUITE B Stable)
	Proposed Bank Guarantee	Short Term	4.00	ACUITE A4 (Assigned)
	Working Capital Term Loan	Long Term	0.56	ACUITE B+ Stable (Upgraded from ACUITE B Stable)
	Cash Credit	Long Term	1.50	ACUITE B+ Stable (Upgraded from ACUITE B Stable)
22 May 2020	Cash Credit	Long Term	1.00	ACUITE B Stable (Upgraded from ACUITE B- Stable)
	Term Loan	Long Term	0.66	ACUITE B Stable (Upgraded from ACUITE B- Stable)
	Term Loan	Long Term	7.80	ACUITE B Stable (Upgraded from ACUITE B- Stable)

	Working Capital Term Loan	Long Term	2.80	ACUITE B Stable (Upgraded from ACUITE B- Stable)
	Bank Guarantee	Short Term	1.00	ACUITE A4 (Reaffirmed)
29 Mar 2019	Working Capital Term Loan	Long Term	2.80	ACUITE B- Stable (Assigned)
	Term Loan	Long Term	7.80	ACUITE B- Stable (Assigned)
	Term Loan	Long Term	0.66	ACUITE B- Stable (Assigned)
	Cash Credit	Long Term	1.00	ACUITE B- Stable (Assigned)
	Bank Guarantee	Short Term	1.00	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	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4 Reaffirmed Issuer not co-operating*
Canara Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE B+ Reaffirmed Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE A4 Reaffirmed Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	1.60	ACUITE B+ Reaffirmed Issuer not co-operating*
Canara Bank	Not Applicable	Term Loan	Not available	Not available	Not available	3.60	ACUITE B+ Reaffirmed Issuer not co-operating*
Canara Bank	Not Applicable	Working Capital Term Loan	Not available	Not available	Not available	0.56	ACUITE B+ Reaffirmed 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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