

Press Release

Shinghal Agri Industries Private Limited

May 05, 2023



Rating Withdrawn

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	13.26	Not Applicable Withdrawn	-
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	13.26	-	-

Rating Rationale

Acuite has withdrawn the rating on the Rs.13.26 Cr bank facilities of Shinghal Agri Industries Private Limited (SAIPL).

The rating has been withdrawn as per Acuite's policy of withdrawal of ratings. The withdrawal is on account of the request received from the company.
 The rating will be '**Not Applicable**' for the withdrawn proposed limit.

About the Company

Incorporated in 2013, Shinghal Agri Industries Private Limited (SAIPL) is based in Odisha and is engaged in the custom and open milling of paddy and processing of parboiled rice. The company is managed by Mr. Mukesh Kumar Dhandhanania. SAIPL also trades the by-products of rice especially rice bran, non-edible rice and rice husk briquettes to various customers. The company is ISO 22000:2005 certified and is registered with Export Inspection Agency (EIA) and Food Safety Standard Authority of India (FSSAI).

Analytical Approach

Not Applicable

Key Rating Drivers

Strengths

Not Applicable

Weaknesses

Not Applicable

Rating Sensitivities

Not Applicable

Material covenants

None

Liquidity Position

Not Applicable

Outlook

Not Applicable

Other Factors affecting Rating

None

Key Financials

Particulars	Unit	FY 22 (Actual)	FY 21 (Actual)
Operating Income	Rs. Cr.	14.40	14.32
PAT	Rs. Cr.	0.52	0.28
PAT Margin	(%)	3.63	1.97
Total Debt/Tangible Net Worth	Times	2.63	2.79
PBDIT/Interest	Times	2.38	1.81

Status of non-cooperation with previous CRA (if applicable)

CARE, vide its press release dated 21/09/2022 had denoted the rating of Shinghal Agri Industries Private Limited as 'CARE B-/Stable/A4; ISSUER NOT COOPERATING'.

Any other information

Not Applicable

Applicable Criteria

- Default Recognition :- <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

Note on complexity levels of the rated instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
01 Mar 2023	Proposed Bank Facility	Long Term	13.26	ACUITE B+ Stable (Reaffirmed)
18 Oct 2022	Cash Credit	Long Term	1.50	ACUITE B+ (Issuer not co-operating*)
	Working Capital Term Loan	Long Term	0.56	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	3.60	ACUITE B+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	2.00	ACUITE A4 (Issuer not co-operating*)
	Proposed Bank Guarantee	Short Term	4.00	ACUITE A4 (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	1.60	ACUITE B+ (Issuer not co-operating*)

02 Aug 2021	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)
	Proposed Bank Facility	Long Term	1.60	ACUITE B+ Stable (Assigned)
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)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	Simple	13.26	Not Applicable Withdrawn

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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