

Press Release

Yashaswi Fish Meal and Oil Company

August 18, 2021



Rating Downgraded & Withdrawn

Total Bank Facilities Rated#	Rs.110.00 Cr.
Long Term Rating	ACUITE BB+ (Downgraded from ACUITE BBB- / Stable) Withdrawn; Issuer not co-operating*

#Refer Annexure for details

*The issuer did not co-operate; based on best available information.

Rating Rationale

Acuité has downgraded & withdrawn the long term rating to '**ACUITE BB+**' (**read as ACUITE double B plus**) from '**ACUITE BBB-**' (**read as ACUITE Triple B minus**) on the Rs.110.00 Cr. bank facilities of Yashaswi Fish Meal and Oil Company (YFMOC). The rating is now flagged as an 'Issuer Not-Cooperating' based on best available information.

The rating is being withdrawn on account of the request received from the company and the NOC received from the banker as per Acuité's policy on withdrawal of ratings.

About the Entity

Established in 2007 as a partnership firm, YFMOC is promoted by eleven partners Mr. Sadhu Salian, Mr. Ahmed Saheb, Mr. Sadananda L Salian, Mr. Udaya Kumar Salian, Mr. Firoz Ahamed Tonse, Mr. Muqthar Ahmed Ishak, Mr. Yakub Fakir Mohammed, Mr. Nagaraja Suvarna, Mr. Sudhakar Kundar, Mrs. Ammabi Ameer and Mrs. Nagamma S Salian, at Pithrody Village, Udipi (Karnataka). The firm is engaged in the manufacturing and export of fishmeal and fish oil, sardines being its major raw material. YFMOC has two manufacturing units in Pithrody and Manipal having a total installed capacity to produce 150 and 30 tons per day of fishmeal and fish oil, respectively. Further, the firm has set up an SEZ unit in Mangalore for export of frozen Surimi.

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 non-cooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

Applicable Criteria

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

Note on complexity levels of the rated instrument

<https://www.acuite.in/view-rating-criteria-55.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 has endeavoured 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.

Liquidity Position

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

Rating Sensitivities

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

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
17-Jul-2020	Secured Overdraft	Long Term	50.00	ACUITE BBB- / Stable (Downgraded)
	Cash Credit	Long Term	22.50	ACUITE BBB- / Stable (Downgraded)
	Term Loan	Long Term	2.60	ACUITE BBB- / Stable (Downgraded)
	Term Loan	Long Term	23.00	ACUITE BBB- / Stable (Downgraded)
	Proposed Cash Credit	Long Term	9.56	ACUITE BBB- / Stable (Downgraded)
	Proposed Bank Facility	Long Term	2.34	ACUITE BBB- / Stable (Downgraded)
08-May-2019	Secured Overdraft	Long Term	50.00	ACUITE BBB / Stable (Assigned)
	Cash Credit	Long Term	22.50	ACUITE BBB / Stable (Assigned)
	Term Loan	Long Term	2.60	ACUITE BBB / Stable (Assigned)
	Term Loan	Long Term	23.00	ACUITE BBB / Stable (Assigned)
	Proposed Cash Credit	Long Term	9.56	ACUITE BBB / Stable (Assigned)
	Proposed Bank Facility	Long Term	2.34	ACUITE BBB / Stable (Assigned)

#Annexure – Details of instruments rated

Lender Name	Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Canara Bank	Secured Overdraft	Not Applicable	Not Available	Not Applicable	50.00	ACUITE BB+ (Downgraded from ACUITE BBB- / Stable) Withdrawn; Issuer not co-operating*
Yes Bank	Cash Credit	Not Available	Not Available	Not Available	22.50	ACUITE BB+ (Downgraded from ACUITE BBB- / Stable) Withdrawn; Issuer not co-operating*
Canara Bank	Term Loan	Not Applicable	Not Available	Not Applicable	2.60	ACUITE BB+ (Downgraded from ACUITE BBB- / Stable) Withdrawn; Issuer not co-operating*

Yes Bank	Term Loan	Not Available	Not Available	Not Available	23.00	ACUITE BB+ (Downgraded from ACUITE BBB- / Stable) Withdrawn; Issuer not co-operating*
Not Applicable	Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	9.56	ACUITE BB+ (Downgraded from ACUITE BBB- / Stable) Withdrawn; Issuer not co-operating*
Not Applicable	Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	2.34	ACUITE BB+ (Downgraded from ACUITE BBB- / Stable) Withdrawn; 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 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 norms in the year 2012. Since then, it has assigned more than 8,829 credit 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 Mumbai.

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