

Press Release

Sapthami Cashew Industries

January 15, 2021

Rating Update



Total Bank Facilities Rated*	Rs. 14.92 Cr. #
Long Term Rating	ACUITE B- (Downgraded from ACUITE B/Stable) Issuer not co-operating*

Refer Annexure for details

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

Acuite has reviewed and downgraded the long term rating to '**ACUITE B-**' (read as **ACUITE B minus**) from '**ACUITE B**' (read as **ACUITE B**) on the Rs. 14.92 crore bank facilities of Sapthami Cashew Industries (SCI). This rating is now an indicative rating and is based on the best available information.

The rating downgrade is reflected by stretched liquidity on account of COVID-19 as informed by the banker.

Established in 1993, Sapthami Cashew Industries (SCI) is a partnership firm engaged in processing of raw cashew. It has a manufacturing unit in Udipi, Karnataka with a capacity of 9000 kgs. per day. The day to day operations are managed by its partners Mr. Ramaraya Kamath and Mr. Laxmanraya Kamath. Firm has started its own production for the past 2 to 3 months. Earlier it used to carry out job work for Mangalore Cashew Industries (MCI), sister concern. Initially, the firm will sell the products to Mangalore cashew industries for about 3 to 6 months.

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.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.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). Acuite endeavoured 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.

Liquidity Indicators - "No information provided by the issuer / available for Acuite to comment upon."

Rating Sensitivity - "No information provided by the issuer / available for Acuite 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)

None

Any other information

Acuite 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
12-Jun-2020*	Cash Credit	Long Term	14.50	ACUITE B/Stable (Assigned)
	Term Loan	Long Term	0.42	ACUITE B/Stable (Assigned)
05-Nov-2019	Cash Credit	Long Term	14.50	ACUITE B/Stable (Assigned)
	Term Loan	Long Term	0.42	ACUITE B/Stable (Assigned)

*Erratum was uploaded on 5th November, 2019.

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	14.50	ACUITE B- (Downgraded from ACUITE B/Stable) Issuer not co-operating*
Term Loan	Not Available	Not Applicable	Not Available	0.42	ACUITE B- (Downgraded from ACUITE B/Stable) Issuer not co-operating*

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

Contacts

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About Acuité Ratings & Research:

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