

Press Release

Sakuma Exports Limited

November 05, 2021

Rating Withdrawn



Total Bank Facilities Rated*	Rs. 200.00 Cr. #
Long Term Rating	ACUITE BB+ (Downgraded; Withdrawn) Issuer not co-operating*

Refer Annexure for details

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

Acuité has withdrawn and downgraded the long-term rating to '**ACUITE BB+**' (read as **ACUITE double B plus**) from '**ACUITE BBB**' (read as **ACUITE triple B**) on the Rs.200.00 crore bank facilities of Sakuma Exports Limited (SELL). The rating withdrawal is in accordance with Acuité's policy on withdrawal of rating. The rating is now indicative rating and is downgraded on account of information risk.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

Sakuma Exports Limited (SEL) based of Mumbai was establish as partnership firm in 1998 and reconstituted as a public limited company on August 2005. The company is engaged in Trading in commodities such as sugar, edible oil, cotton, rice, and other agricultural commodities. The company has establish its presence in agro commodity trading business under the leadership of Late Mr. Chander Mohan Malhotra and current operations are managed by Mr. Saurabh Malhotra. The company has developed niche market for its products in India, the Middle East, South and South East Asia, Far East, Australia, Europe, and Africa.

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 due date.

Acuité 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 Acuité's policies.

Applicable Criteria

- Trading entities- <https://www.acuite.in/view-rating-criteria-61.htm>
- 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>
- Consolidation of Companies: <https://www.acuite.in/view-rating-criteria-60.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 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.

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

	Unit	FY21 (Actual)	FY20 (Actual)
Operating Income	Rs. Cr.	1,328.41	2,546.04
PAT	Rs. Cr.	11.03	18.29
PAT Margin	(%)	0.83	0.72
Total Debt/Tangible Net Worth	Times	0.02	0.01
PBDIT/Interest	Times	4.47	11.65

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

Not Applicable

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
07-Aug-2020	Cash Credit	Long Term	80.00*	ACUITE BBB/Negative (Reaffirmed; Outlook revised)
	Cash Credit	Long Term	25.00#	ACUITE BBB/Negative (Reaffirmed; Outlook revised)
	Proposed Bank Facility	Long Term	95.00	ACUITE BBB/Negative (Reaffirmed; Outlook revised)
27-Dec-2019	Cash Credit	Long Term	80.00*	ACUITE BBB/ Stable (Assigned)
	Cash Credit	Long Term	25.00#	ACUITE BBB/ Stable (Assigned)
	Proposed Bank Facility	Long Term	95.00	ACUITE BBB/ Stable (Assigned)

*Fully interchangeable with PCL/PCFC/FDBN/PSCFC.

Fully interchangeable with PCFC/FDBP/FUDBP/LC.

#Annexure – Details of instruments rated

Lenders Name	Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Union Bank of India (erstwhile Corporation Bank)	Cash Credit	Not Applicable	Not Applicable	Not Applicable	80.00	ACUITE BB+ (Downgraded; Withdrawn) Issuer not co-operating*
Union Bank of India (erstwhile Corporation Bank)	Cash Credit	Not Applicable	Not Applicable	Not Applicable	25.00	ACUITE BB+ (Downgraded; Withdrawn) Issuer not co-operating*
Not Applicable	Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	95.00	ACUITE BB+ (Downgraded; Withdrawn) Issuer not co-operating*

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

Contacts

Analytical	Rating Desk
<p>Aditya Gupta Vice President – Corporate and Infrastructure Sector Tel: 022-49294041 aditya.gupta@acuите.in</p> <p>Nilesh Soni Analyst - Rating Operations Tel: 022-49294065 nilesh.soni@acuите.in</p>	<p>Varsha Bist Senior Manager - Rating Desk Tel: 022-49294011 rating.desk@acuите.in</p>

About Acuite Ratings & Research:

Acuite 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 8,850 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 Kanjurmarg, Mumbai.

Disclaimer: An Acuite rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuite ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuite, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuite is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuite ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuite, Acuite's rating scale and its definitions.