

Press Release

Dhanuka Soya Private Limited

May 31, 2021



Rating Withdrawn & Downgraded

Total Bank Facilities Rated*	Rs.11.00 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Long Term Rating	ACUITE BB+ (Downgraded: Withdrawn) Issuer not co-operating*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Acuité has withdrawn & downgraded the long term rating to '**ACUITE BB+**' (**read as ACUITE double B plus**) from '**ACUITE BBB**' (**read as ACUITE triple B**) on the Rs.11.00 Crore bank facilities of Dhanuka Soya Private Limited. The rating withdrawal is in accordance with Acuité's policy on withdrawal of rating.

The rating is being withdrawn on account of request received from the company and No due certificate received from the banker.

Incorporated in the year 2014, DSPL is a Neemuch, Madhya Pradesh based company. The company is promoted by Mr. Kailash Kumar Dhanuka and Mr. Sunil Dhanuka. The Company is engaged in extraction of soya bean refined edible oil and manufacturing of De-oiled cakes (DOC) and other byproducts of soya bean. The promoters of the company are engaged in oil trade since last 30 years. The unit was being operated in the name of Shree Nath Oils Private Limited. Subsequently, the promoters decided to set up a new Soya Processing plant in the name of Dhanuka Extraction Private Limited in the year 2008-2009. Further, expansion took place in the name of Dhanuka Soya Private Limited at the adjacent land which commenced its operation in the year 2014.

The plant has installed capacity of 700MT per day for Soya DOC and edible oil refining capacity of 150MT per day. DSPL has entered into a job work agreement with Dhanuka Extraction Private Limited whereas per the agreement the entire manufacturing facility belonging to Dhanuka Extraction Private Limited has been made available to Dhanuka Soya Private Limited on exclusive basis.

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.

This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité'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>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.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 Indicators:

Liquidity position is in pressure based on the feedback given by the banker.

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 attempts.

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

Not Applicable

Any other information

Acuité has received NDS for the month of April on 5th May, 2021.

Rating History (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
March 17, 2020	Cash Credit	Long Term	11.00	ACUITE BBB/Stable (Assigned)

***Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	11.00	ACUITE BB+ (Downgraded: Withdrawn) Issuer not co-operating*

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 6,000 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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