



Press Release
Arcadia Shipping Limited
February 20, 2024

Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	153.91	ACUITE D Reaffirmed Issuer not co-operating*	-
Bank Loan Ratings	1.00	-	ACUITE D Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	154.91	-	-

Rating Rationale

Acuite has reaffirmed the long term rating at '**ACUITE D' (read as ACUITE D)** and short term rating at '**ACUITE D' (read as ACUITE D)** on the Rs.154.91 crore bank facilities of Arcadia Shipping Limited (ASL).

This rating is now an indicative rating and is based on the best available information.

This rating is now flagged as issuer not cooperating on account of information risk and is based on best available information.

About the Company

Arcadia Shipping Limited is a Mumbai based company incorporated in 1981. It owns and operates two dry bulk vessels viz. Navdhenu Sun and Navdhenu Purna with an aggregate capacity of 102,400 DWT. Navdhenu Sun was built in the year 2001 and has a capacity of 48,910 DWT while Navdhenu Purna was built in the year 2005 and has a capacity of 53490 DWT.

Unsupported Rating

Not applicable

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

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 has 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.

Rating Sensitivities

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

Liquidity Position

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

Outlook

Not Applicable

Other Factors affecting Rating

None

Key Financials

Particulars	Unit	FY 22 (Actual)	FY 21 (Actual)
Operating Income	Rs. Cr.	68.96	93.50
PAT	Rs. Cr.	2.65	1.35
PAT Margin	(%)	3.85	1.44
Total Debt/Tangible Net Worth	Times	7.77	9.73
PBDIT/Interest	Times	2.51	2.43

Status of non-cooperation with previous CRA

Not Applicable

Any other information

None

Applicable Criteria

- 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>
- Service Sector: <https://www.acuite.in/view-rating-criteria-50.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
25 Nov 2022	Term Loan	Long Term	21.75	ACUITE D (Reaffirmed)
	Proposed Bank Facility	Long Term	3.57	ACUITE D (Reaffirmed)
	Letter of Credit	Short Term	1.00	ACUITE D (Reaffirmed)
	Term Loan	Long Term	5.78	ACUITE D (Reaffirmed)
	Term Loan	Long Term	1.08	ACUITE D (Reaffirmed)
	Term Loan	Long Term	31.35	ACUITE D (Reaffirmed)
	Term Loan	Long Term	0.26	ACUITE D (Reaffirmed)
	Term Loan	Long Term	13.44	ACUITE D (Reaffirmed)
	Term Loan	Long Term	0.24	ACUITE D (Reaffirmed)
	Term Loan	Long Term	19.31	ACUITE D (Reaffirmed)
	Secured Overdraft	Long Term	20.00	ACUITE D (Reaffirmed)
	Term Loan	Long Term	37.13	ACUITE D (Reaffirmed)
	Term Loan	Long Term	21.75	ACUITE D (Downgraded from ACUITE BB Stable)
27 Aug 2021	Term Loan	Long Term	13.44	ACUITE D (Downgraded from ACUITE BB Stable)
	Proposed Bank Facility	Long Term	3.57	ACUITE D (Downgraded from ACUITE BB Stable)
	Term Loan	Long Term	0.24	ACUITE D (Downgraded from ACUITE BB Stable)
	Term Loan	Long Term	19.31	ACUITE D (Downgraded from ACUITE BB Stable)
	Secured Overdraft	Long Term	20.00	ACUITE D (Downgraded from ACUITE BB Stable)
	Term Loan	Long Term	37.13	ACUITE D (Downgraded from ACUITE BB Stable)
	Term Loan	Long Term	1.08	ACUITE D (Downgraded from ACUITE BB Stable)
	Term Loan	Long Term	0.26	ACUITE D (Downgraded from ACUITE BB Stable)
	Term Loan	Long Term	31.35	ACUITE D (Downgraded from ACUITE BB Stable)
	Term Loan	Long Term	5.78	ACUITE D (Downgraded from ACUITE BB Stable)
	Term Loan	Long Term	21.75	ACUITE D (Downgraded from ACUITE BB Stable)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Union Bank of India	Not avl. / Not appl.	Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	1.00	ACUITE D Reaffirmed Issuer not co-operating*
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	3.57	ACUITE D Reaffirmed Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Secured Overdraft	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	20.00	ACUITE D Reaffirmed Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	31 Mar 2028	Simple	31.35	ACUITE D Reaffirmed Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	31 Mar 2028	Simple	19.31	ACUITE D Reaffirmed Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	31 Mar 2028	Simple	37.13	ACUITE D Reaffirmed Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	31 Mar 2028	Simple	21.75	ACUITE D Reaffirmed Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	31 Mar 2028	Simple	5.78	ACUITE D Reaffirmed Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	31 Mar 2028	Simple	1.08	ACUITE D Reaffirmed Issuer not co-

								operating*
Union Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	31 Mar 2028	Simple	0.26	ACUITE D Reaffirmed Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	31 Mar 2028	Simple	0.24	ACUITE D Reaffirmed Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	31 Mar 2028	Simple	13.44	ACUITE D Reaffirmed Issuer not co-operating*

Contacts

Analytical	Rating Desk
Mohit Jain Senior Vice President-Rating Operations Tel: 022-49294017 mohit.jain@acuite.in Thejaswini P V Senior Analyst-Rating Operations Tel: 022-49294065 thejaswini.pv@acuite.in	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 rating.desk@acuite.in

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.

Disclaimer: An Acuité 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. Ratings assigned by Acuité 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, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité 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. Ratings assigned by Acuité 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 Acuité. Please visit <https://www.acuite.in/faqs.htm> to refer FAQs on Credit Rating.