



**Press Release**  
**Sri Venkatesh Granites Private Limited**  
**January 29, 2024**

**Rating Reaffirmed and Issuer not co-operating**

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	28.00	ACUITE BB+   Reaffirmed   Issuer not co-operating*	-
Bank Loan Ratings	2.00	-	ACUITE A4+   Reaffirmed   Issuer not co-operating*
<b>Total Outstanding Quantum (Rs. Cr)</b>	30.00	-	-

**Rating Rationale**

Acuité has reaffirmed its long-term rating of '**ACUITE BB+**' (read as **ACUITE Double B Plus**) and the short term rating to '**ACUITE A4+**' (read as **ACUITE A Four Plus**) on the Rs.30.00 crore bank facilities of Sri Venkatesh Granites Private Limited (SVGPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

**About the Company**

Telangana based Sri Venkatesh Granites Private Limited was established as a partnership firm in the year 2004 and later in 2008 it was reconstituted to a private limited company. The company is engaged in drilling and extracting of rough granite blocks from quarries. The company has 12 quarries spreading across 60 acres of land in and around Karimnagar, Telangana. The company is led by Mr. Venugopal Karwa and family.

**Unsupported Rating**

None

**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 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.

**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.

**Rating Sensitivity**

"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.	91.75	113.85
PAT	Rs. Cr.	0.84	1.08
PAT Margin	(%)	0.92	0.95
Total Debt/Tangible Net Worth	Times	2.35	2.51
PBDIT/Interest	Times	4.42	4.92

## Status of non-cooperation with previous CRA

Not Applicable

## Any other information

None

## Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.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](http://www.acuite.in).

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
10 Nov 2022	Working Capital Term Loan	Long Term	3.13	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Packing Credit	Long Term	11.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	1.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Proposed Bank Facility	Long Term	7.80	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Bills Discounting	Short Term	1.00	ACUITE A4+ (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	1.00	ACUITE A4+ (Downgraded and Issuer not co-operating*)
	Working Capital Term Loan	Long Term	0.60	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	0.96	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	3.51	ACUITE BB+ (Downgraded and Issuer not co-operating*)
01 Sep 2021	Packing Credit	Long Term	11.00	ACUITE BBB-   Negative (Reaffirmed)
	Bills Discounting	Short Term	1.00	ACUITE A3 (Reaffirmed)
	Term Loan	Long Term	0.96	ACUITE BBB-   Negative (Reaffirmed)
	Term Loan	Long Term	3.51	ACUITE BBB-   Negative (Reaffirmed)
	Bank Guarantee	Short Term	1.00	ACUITE A3 (Reaffirmed)
	Working Capital Term Loan	Long Term	3.13	ACUITE BBB-   Negative (Reaffirmed)
	Working Capital Term Loan	Long Term	0.60	ACUITE BBB-   Negative (Reaffirmed)
	Cash Credit	Long Term	1.00	ACUITE BBB-   Negative (Reaffirmed)
	Proposed Bank Facility	Long Term	7.80	ACUITE BBB-   Negative (Reaffirmed)
	Term Loan	Long Term	1.75	ACUITE BBB- (Withdrawn)

## 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.	Bank Guarantee/Letter of Guarantee	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	1.00	ACUITE A4+   Reaffirmed   Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Bills Discounting	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	1.00	ACUITE A4+   Reaffirmed   Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	1.00	ACUITE BB+   Reaffirmed   Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	PC/PCFC	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	11.00	ACUITE BB+   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	7.80	ACUITE BB+   Reaffirmed   Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Term Loan	01 Oct 2017	Not avl. / Not appl.	30 Jun 2022	Simple	0.96	ACUITE BB+   Reaffirmed   Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Term Loan	01 Jul 2019	Not avl. / Not appl.	31 May 2024	Simple	3.51	ACUITE BB+   Reaffirmed   Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Working Capital Term Loan	01 Aug 2020	Not avl. / Not appl.	31 Mar 2025	Simple	3.13	ACUITE BB+   Reaffirmed   Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Working Capital Term Loan	01 Aug 2020	Not avl. / Not appl.	30 Apr 2022	Simple	0.60	ACUITE BB+   Reaffirmed   Issuer not co-



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### 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.

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