

**Press Release**

**Shiv Texchem Private Limited**

**October 03, 2022**



**Rating Reaffirmed & Withdrawn and Issuer not co-operating**

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
<b>Bank Ratings</b> <b>Loan</b>	137.40	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*	-
<b>Bank Ratings</b> <b>Loan</b>	35.10	-	ACUITE A4+   Reaffirmed & Withdrawn   Issuer not co-operating*
<b>Total Outstanding Quantum (Rs. Cr)</b>	0.00	-	-
<b>Total Withdrawn Quantum (Rs. Cr)</b>	172.50	-	-

**Rating Rationale**

Acuite has reaffirmed & withdrawn the long term rating of 'ACUITE BB+' (read as ACUITE double B plus) and short term rating of 'ACUITE A4+' (read as ACUITE A four plus) on the Rs.172.50 crore bank facilities of Shiv Texchem Private Limited (STPL).

The rating withdrawal is in accordance with the Acuite's policy on withdrawal of rating. This rating is continues to be an indicative rating and is based on best available information. The rating is being withdrawn on account of request received from the company and NOC received from the banker.

**About the Company**

Shiv Texchem Private Limited is a Mumbai-Maharashtra based company incorporated in the year 2005. The company was earlier engaged in manufacturing of yarn and fabrics; however, from the year 2005 onwards, the company is engaged as a bulk chemical distributor. The company trades in chemicals like- sulphuric acid, acetone and phenol to name a few. The company is an exclusive dealer for Birla Copper for sulphuric acid and presently is the largest distributor of sulphuric acid in India. The present promoters of the company are Mr. Vikas Pavankumar, Mr. Hemanshu Shyam Sundar Chokhani, Ms. Neha Hemanshu Chokhani and Mr. Shyamsundar Chokhani.

**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 noncooperation 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 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 endeavored 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 Sensitivity

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

### Material Covenants

None

### Liquidity Position

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

### Outlook

Not Available.

### Status of non-cooperation with previous CRA

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.

### 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

<https://www.acuite.in/view-rating-criteria-55.htm>

### Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
24 Jun 2022	Cash Credit	Long Term	20.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	2.21	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	28.10	ACUITE A4+ (Downgraded and Issuer not co-operating*)
	Channel Financing	Long Term	7.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Proposed Bank Facility	Long Term	66.19	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	10.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	7.00	ACUITE A4+ (Downgraded and Issuer not co-operating*)
	Secured Overdraft	Long Term	10.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)

	Cash Credit	Long Term	22.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
07 May 2021	Bank Guarantee	Short Term	7.00	ACUITE A3+ (Reaffirmed)
	Proposed Bank Facility	Long Term	66.19	ACUITE BBB   Stable (Assigned)
	Letter of Credit	Short Term	28.10	ACUITE A3+ (Assigned)
	Channel Financing	Long Term	7.00	ACUITE BBB   Stable (Reaffirmed)
	Cash Credit	Long Term	22.00	ACUITE BBB   Stable (Reaffirmed)
	Cash Credit	Long Term	10.00	ACUITE BBB   Stable (Assigned)
	Term Loan	Long Term	2.21	ACUITE BBB   Stable (Assigned)
	Secured Overdraft	Long Term	10.00	ACUITE BBB   Stable (Assigned)
	Cash Credit	Long Term	20.00	ACUITE BBB   Stable (Assigned)
	19 Apr 2021	Cash Credit	Long Term	4.50
Channel Financing		Long Term	7.00	ACUITE BBB   Stable (Assigned)
Bank Guarantee		Short Term	1.00	ACUITE A3+ (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
HDFC Bank Ltd	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE A4+   Reaffirmed & Withdrawn   Issuer not co-operating*
HDFC Bank Ltd	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	22.00	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
ICICI Bank Ltd	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	20.00	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
Axis Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
Yes Bank Ltd	Not Applicable	Channel/Dealer/Vendor Financing	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
HDFC Bank Ltd	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	28.10	ACUITE A4+   Reaffirmed & Withdrawn   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	66.19	ACUITE BB+   Reaffirmed & Withdrawn

							Issuer not co-operating*
HSBC	Not Applicable	Secured Overdraft	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*
HDFC Bank Ltd	Not Applicable	Term Loan	Not available	8.25	Not available	2.21	ACUITE BB+   Reaffirmed & Withdrawn   Issuer not co-operating*

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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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