

## Press Release

Narayani Sons India Private Limited

May 17, 2023



### Rating Withdrawn

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	10.00	Not Applicable   Withdrawn	-
Bank Loan Ratings	2.50	-	Not Applicable   Withdrawn
<b>Total Outstanding Quantum (Rs. Cr)</b>	0.00	-	-
<b>Total Withdrawn Quantum (Rs. Cr)</b>	12.50	-	-

### Rating Rationale

Acuite has withdrawn the rating on the Rs.12.50 Cr bank facilities of Narayani Sons India Private Limited (NSIPL).

The rating has been withdrawn on Acuite's policy of withdrawal of ratings. The rating has been withdrawn on account of the request received from the company, and the NDC received from the bankers.

Since the loan availed by the company has been repaid, the rating has been withdrawn.

### About the Company

Incorporated in 2005, NSPL is an Odisha based company (operating from Kolkata). The company is engaged in excavation, crushing, screening and transportation of iron ore, manganese and coal on a contract basis. In addition, the company also provides logistics services to its customers.

Established in 1985 as a proprietorship firm, reconstituted as a partnership firm in 2000, and then as a private limited company, NSPL is promoted by Mr. Dinanath Passary. Currently, the operations are managed by Mr. Passary and his sons, Mr. Vivek Passary and Mr. Ashok Passary, who are also directors in the company. NSPL has established a large fleet of heavy equipment including 500 tipper trucks, 50 excavators, 20 dozers, 30 pay-loaders etc. Majority of the fleet is from reputed OEMs like Volvo, Tata, Eicher, Caterpillar etc

### Analytical Approach

Not Applicable

### Key Rating Drivers

#### Strengths

Not Applicable

#### Weaknesses

Not Applicable

**Rating Sensitivities**

Not Applicable

**Material covenants**

Not Applicable

**Liquidity Position**

Not Applicable

**Outlook**

Not Applicable

**Other Factors affecting Rating**

Not Applicable

**About the Rated Entity - Key Financials**

Not Applicable

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

Not Applicable

**Any other information**

Acuite is yet to receive the latest No Default Statement from the rated entity despite repeated requests and followups.

**Applicable Criteria**

- 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, Acuité 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
06 Sep 2022	Bank Guarantee	Short Term	2.50	ACUITE A4+ (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	10.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
05 Jul 2021	Cash Credit	Long Term	10.00	ACUITE BBB+   Stable (Assigned)
	Bank Guarantee	Short Term	2.50	ACUITE A2 (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Axis Bank	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	Simple	2.50	Not Applicable   Withdrawn
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	10.00	Not Applicable   Withdrawn

## Contacts

Analytical	Rating Desk
Aditya Gupta Vice President-Rating Operations Tel: 022-49294041 <a href="mailto:aditya.gupta@acuite.in">aditya.gupta@acuite.in</a>  Srijita Chatterjee Lead Analyst-Rating Operations Tel: 022-49294065 <a href="mailto:srijita.chatterjee@acuite.in">srijita.chatterjee@acuite.in</a>	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 <a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a>

### 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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