

Press Release

Aditya Oil Industries Limited (Erstwhile Aditya Oil Industries)

October 11, 2022



Rating Reaffirmed & Withdrawn and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	11.00	ACUITE BB Reaffirmed & Withdrawn Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	11.00	-	-

Rating Rationale

Acuité has reaffirmed & withdrawn the long-term rating of 'ACUITE BB' (read as ACUITE double B) on the Rs.11.00 Cr. bank facilities of Aditya Oil Industries (AOI). The rating withdrawal is in accordance with Acuité's policy on withdrawal of rating. The rating is flagged as "Issuer NotCooperating". The rating is being withdrawn on account of request received from the company and NOC received from the banker.

About the Company

Gujarat-based, Aditya Oil Industries (AOI) was registered in 2007 as a partnership firm and commenced operations in 2011. The partners of the firm are Mr. Nitinbhai Govindbhai Patel, Mr. Amitbhai Govindbhai Patel, and Mr. Kushalbhai Nitinbhai Patel. The firm is engaged in the extraction of oil from cotton seeds as well as ginning and pressing. The plant is located in Kadi, Gujarat, and has a capacity of 100MT per month.

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 noncooperation 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 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 endeavoured 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 ratings is based.

About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

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 Applicable

Other Factors affecting Rating

None

Status of non-cooperation with previous CRA

Care Ratings, vide its press release dated July 26, 2022 had reaffirmed the rating of AOI to 'CARE B-; ISSUER NOT COOPERATING'.

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
17 Nov 2021	Cash Credit	Long Term	11.00	ACUITE BB (Downgraded and Issuer not co-operating*)
17 Dec 2019	Cash Credit	Long Term	11.00	ACUITE BB+ Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	11.00	ACUITE BB Reaffirmed & Withdrawn Issuer not co-operating*

Contacts

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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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