



Press Release
Shreegluco Biotech Private Limited
June 03, 2024
Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	160.00	ACUITE B+ Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	160.00	-	-

Rating Rationale

Acuite has downgraded the long term rating to '**ACUITE B+**' (read as **ACUITE B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) on the Rs.160.00 crore bank facilities of Shreegluco Biotech Private Limited(SBPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk .

About the Company

Bangalore-based, Shreegluco Biotech Private Limited (SBPL) is promoted by Mr. Srinath Bysani who has a rich experience in trading of corn since 1986. The promoter was involved in the business of procuring corn from farmers and supplying to poultry, cattle and starch industries. In 2012, the company was incorporated with the intent of forward integration in the business and set up a starch & derivatives plant wherein raw material is primarily being corn. In June 2015, the company started construction and was able to setup a plant with a capacity of 600 tons/day capacity grinding and started commercial production in January 2018. The other promoters of the company are Mrs. B.S. Mamatha and Mr. B.S. Adinarayanaguptha. SBPL's product portfolio include starch, germ, gluten, fiber and enrich fiber, liquid glucose, high maltose syrup and maltodextrin.

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 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). 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 23 (Actual)	FY 22 (Actual)
Operating Income	Rs. Cr.	562.04	205.78
PAT	Rs. Cr.	20.98	26.27
PAT Margin	(%)	3.73	12.76
Total Debt/Tangible Net Worth	Times	1.76	1.34
PBDIT/Interest	Times	3.15	3.15

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.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
06 Mar 2023	Cash Credit	Long Term	20.00	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB Stable)
	Proposed Long Term Bank Facility	Long Term	11.41	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB Stable)
	Secured Overdraft	Long Term	0.33	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB Stable)
	Term Loan	Long Term	40.48	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB Stable)
	Term Loan	Long Term	47.25	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB Stable)
	Working Capital Demand Loan (WCDL)	Long Term	0.28	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB Stable)
	Working Capital Term Loan	Long Term	6.75	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB Stable)
	Working Capital Term Loan	Long Term	6.71	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB Stable)
	Working Capital Term Loan	Long Term	13.43	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB Stable)
	Working Capital Term Loan	Long Term	13.36	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB Stable)
04 Apr 2022	Cash Credit	Long Term	20.00	ACUITE BB Stable (Assigned)
	Proposed Long Term Bank Facility	Long Term	11.41	ACUITE BB Stable (Assigned)
	Secured Overdraft	Long Term	0.33	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	40.48	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	47.25	ACUITE BB Stable (Assigned)
	Working Capital Demand Loan (WCDL)	Long Term	0.28	ACUITE BB Stable (Assigned)
	Working Capital Term Loan	Long Term	6.75	ACUITE BB Stable (Assigned)
	Working Capital Term Loan	Long Term	6.71	ACUITE BB Stable (Assigned)
	Working Capital Term Loan	Long Term	13.43	ACUITE BB Stable (Assigned)
	Working Capital Term Loan	Long Term	13.36	ACUITE BB Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
HDFC Bank Ltd	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	20.00	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	11.41	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
HDFC Bank Ltd	Not avl. / Not appl.	Secured Overdraft	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	0.33	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
Canara Bank	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	40.48	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
HDFC Bank Ltd	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	47.25	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
Canara Bank	Not avl. / Not appl.	Working Capital Demand Loan (WC DL)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	0.28	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
Canara Bank	Not avl. / Not appl.	Working Capital Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	6.75	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
HDFC Bank Ltd	Not avl. / Not	Working Capital	Not avl. / Not appl.	Not avl. / Not	Not avl. / Not	Simple	6.71	ACUITE B+ Downgraded Issuer not co-

	appl.	Term Loan		appl.	appl.			operating* (from ACUITE BB-)
HDFC Bank Ltd	Not avl. / Not appl.	Working Capital Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	13.43	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
Canara Bank	Not avl. / Not appl.	Working Capital Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	13.36	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)

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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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