



Press Release
MYSMART INDULINK PRIVATE LIMITED
October 08, 2025
Rating Assigned

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	62.63	ACUITE B+ Stable Assigned	-
Total Outstanding Quantum (Rs. Cr)	62.63	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has assigned its long-term rating of '**ACUITE B+**' (read as **ACUITE B plus**) on the Rs 62.63 Cr. bank facilities of Mysmart Indulink Private Limited (MIPL). The outlook is '**Stable**'.

Rationale for rating assigned

The rating assigned is constrained by the company's exposure to high project implementation risk as company is setting up a manufacturing unit for ethanol which is at nascent stage of completion, moderate funding risk and moderate off-take/demand risk. However, these concerns are partly mitigated by the promoter's extensive experience of over three decades in the agro-processing industry, the easy availability of raw materials in close proximity, and a favorable industry outlook supported by government initiatives.

About the Company

Mysmart Indulink Private Limited (MIPL) was incorporated on 2nd February 2022 with the objective of carrying out business activities related to the manufacturing of absolute alcohol (ethanol), rectified spirit, and extra neutral alcohol. The company is setting up a 45 KLPD grain-based distillery plant along with a 1.2 MW co-generation power plant. The manufacturing unit is located at Plot No. G-38, MIDC Industrial Area, Gadhinglaj, Kolhapur, Maharashtra. The total project cost is Rs. 63.61 crore, and commercial production is expected to commence in May 2026.

Unsupported Rating

Not Applicable

Analytical Approach

Acuite has considered the standalone business and financial risk profiles of Mysmart Indulink Private Limited (MIPL) to arrive at the rating.

Key Rating Drivers

Strengths

Experienced promoters coupled with favourable industry outlook

Mr. Chandrashekhar Jagtap, promoter of the company has more than three decades of

experience in agro processing and grain procurement whereas Mr. Daulat Desai is a retired IAS officer with ~35 years of government service experience. Going forward, the long-term demand outlook of ethanol and biofuel remains favourable on the back of a significant demand-supply gap, along with the Government's focus on reducing crude oil import dependency. Further, with the Central Government's aim to achieve 30 per cent ethanol blending target by 2030, the demand for ethanol is likely to continue. To increase indigenous production of ethanol, the Government is taking multiple interventions for enhancement and augmentation of the ethanol production capacity including interest subvention scheme. Acuité derives comfort from the experience of the promoters and healthy demand for ethanol.

Weaknesses

Exposure to project execution risk with project being at nascent stage of completion

MIPL commenced the construction of the project in April 2025 and expects to complete it by April 2026. The commercial operations are anticipated to begin by May 2026. The total project cost is Rs. 63.61 crore, of which ~13 per cent had been incurred as of July 2025. The total project cost will be funded through a combination of promoters' contribution and a term loan, amounting to Rs. 11.98 crore and Rs. 51.63 crore respectively. As of July 2025, the promoters have contributed 43 per cent of their expected funding, and financial closure has been achieved with 6 per cent of the term loan i.e., Rs. 3.17 crore already drawn down. The promoters are resourceful and will infuse any incremental funding requirement if the situation arises. However, the company is exposed to execution risk, as over 85 per cent of the project cost is yet to be incurred. The ability to execute the project in a timely manner, without cost or time overruns, and to achieve early stabilization, are key credit sensitivities. Furthermore, the proposed unit is located within 150 km of Oil Marketing Companies (OMCs) depots. This proximity, along with government-backed ethanol policies, helps mitigate offtake and demand risks to an extent. Acuité will continue to monitor the progress of the project, the operational track record post-commercialization, and the company's ability to secure orders from OMCs and the open market, which will remain key monitorable.

Rating Sensitivities

Timely completion of the project without any cost or time overrun.
Timely stabilisation of operations

Liquidity Position Stretched

The date of commencement of commercial operations is expected to be May 2026. The company's liquidity position is expected to remain stretched in initial stages of operation. However, if the operations stabilise the debt servicing should be met out timely. The promoters are expected to infuse equity and unsecured loans to support the business from time to time. However, timely implementation of the project and generation of expected cash accrual will be key rating sensitivity factors.

Outlook: Stable

Other Factors affecting Rating
None

Key Financials

Particulars	Unit	FY 24 (Actual)	FY 23 (Actual)
Operating Income	Rs. Cr.	0.01	0.00
PAT	Rs. Cr.	(0.01)	0.00
PAT Margin	(%)	(125.32)	0.00
Total Debt/Tangible Net Worth	Times	3.26	412.68
PBDIT/Interest	Times	(60.91)	(51.76)

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

None

Any other information

None

Applicable Criteria

- Default Recognition :- <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.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 :

Not Applicable

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Complexity Level	Rating
Bank of India	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	11.00	Simple	ACUITE B+ Stable Assigned
Bank of India	Not avl. / Not appl.	Term Loan	25 Mar 2025	Not avl. / Not appl.	24 Mar 2035	51.63	Simple	ACUITE B+ Stable Assigned

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About Acuité Ratings & Research

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