

Press Release

Swathi Hatcheries

February 08, 2021

Rating Update



Total Bank Facilities Rated*	Rs.23.00 Cr. #
Long Term Rating	ACUITE BB- (Downgraded from ACUITE BB/Stable) Issuer not co-operating*

Refer Annexure for details

* The issuer did not co-operate; Based on best available information.

ACUITE has reviewed and downgraded the long term rating to '**ACUITE BB-**' (read as '**ACUITE double B minus**') from '**ACUITE BB**' (read as '**ACUITE double B**') on the Rs.23.00Cr bank facilities of SWATHI HATCHERIES. This rating is now an indicative rating and is based on best available information.

Coimbatore-based SH was established in 1990 as a partnership firm, engaged in the business of poultry farming. The firm is promoted by Mr. K. Chinnasamy, Mr. C. Muthulaxmi and Mr. C. Saravanan. Further the firm is in the process of venturing in the export of processed chicken.

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 due date.

Acuité 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 Acuité's policies.

Applicable Criteria

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

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 rating is based.

Liquidity Indicators

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

Rating Sensitivity

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

About the Rated Entity - Key Financials

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

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

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.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
15-Nov-2019	Cash Credit	Long Term	6.00	ACUITE BB (Withdrawn)
	Term Loan	Long Term	0.90	ACUITE BB (Withdrawn)
	Proposed Long Term	Long Term	23.00	ACUITE BB (Assigned)
14-Jun-2019	Cash Credit	Long Term	6.00	ACUITE BB Issuer Not Co-operating*
	Term Loan	Long Term	0.90	ACUITE BB Issuer Not Co-operating*
22-Mar-2018	Cash Credit	Long Term	6.00	ACUITE BB Issuer Not Co-operating*
	Term Loan	Long Term	0.90	ACUITE BB Issuer Not Co-operating*

*The issuer did not co-operate; Based on best available information.

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Name of the Bank	Ratings
Proposed Long Term	Not Applicable	Not Applicable	Not Applicable	23.00	Not Applicable	ACUITE BB- (Downgraded from ACUITE BB/Stable) Issuer Not Co-operating*

*The issuer did not co-operate; Based on best available information.

Contacts

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited is a full-service Credit Rating Agency registered with the Securities and 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. Since then, it has assigned more than 8,462 credit 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 Mumbai.

Disclaimer: *An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité, Acuité 's rating scale and its definitions.*