

## Press Release

**Swathi Hatcheries**

February 08, 2021



## Rating Update

<b>Total Bank Facilities Rated*</b>	Rs.23.00 Cr. #
<b>Long Term Rating</b>	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

Acuité 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:**

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