

## Press Release

Santlal Industries Limited

July 04, 2022



### Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	75.00	ACUITE BB+   Reaffirmed   Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	75.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

### Rating Rationale

ACUITE has reaffirmed the long term rating to '**ACUITE BB+**' (read as '**ACUITE double B plus**'), on the Rs.75.00 Cr bank facilities of Santlal Industries Limited (SIL). This rating is now an indicative rating, and based on the best available information.

#### About the Company

SIL was incorporated in the year 1999 by Mr. Anil Agarwal, and Mr. Sunil Agarwal. The business, which has its headquarters in Uttar Pradesh, processes and mills basmati rice, primarily the basmati variety, and generates majority of its revenues from exports to the Middle Eastern countries like Iran, Iraq, and Oman, to name a few. With an installed capacity of around 650 tons per day, the milling and the processing units operate from Mainpuri (U.P.). Further, SIL has two grain based power plants with an installed capacity of 4.50 MW.

#### Non-cooperation by the issuer/borrower:

Acuite has been requesting for data, information, and undertakings from the rated entity for conducting surveillance, and review of the rating. However, the issuer / borrower failed to submit such information before 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). Acuite endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating 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

Not applicable.

### Liquidity Position

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

### Outlook

Not applicable.

### Other Factors affecting Rating

Not applicable.

### Status of non-cooperation with previous CRA

Not Applicable

### Any other information

Acuité 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>

### 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
05 Apr 2021	Proposed Bank Facility	Long Term	45.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	30.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
09 Jan 2020	Cash Credit	Long Term	30.00	ACUITE BBB-   Stable (Reaffirmed)
	Proposed Bank Facility	Long Term	45.00	ACUITE BBB-   Stable (Assigned)
05 Jan 2019	Cash Credit	Long Term	60.00	ACUITE BBB-   Stable (Assigned)
	Cash Credit	Long Term	15.00	ACUITE BBB-   Stable (Assigned)
14 Oct 2015	Cash Credit	Long Term	60.00	ACUITE B   Stable (Suspended)
	Cash Credit	Long Term	15.00	ACUITE B   Stable (Suspended)
17 Jun 2014	Cash Credit	Long Term	60.00	ACUITE B   Stable (Assigned)
	Cash Credit	Long Term	15.00	ACUITE B   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	30.00	ACUITE BB+   Reaffirmed   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	45.00	ACUITE BB+   Reaffirmed   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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