



Press Release

Shree Ram Proteins Limited (SRPL)

June 28, 2024

Ratings:

Instrument / Facility	Amount (INR Crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	37.15	IVR D; ISSUER NOT COOPERATING* (IVR D; Issuer Not Cooperating) *	IVR D; ISSUER NOT COOPERATING* (IVR D; Issuer Not Cooperating) *	Reaffirmed and continued in Issuer Not Cooperating category	Simple
Short Term Bank Facilities	0.10	IVR D; ISSUER NOT COOPERATING* (IVR D; Issuer Not Cooperating) *	IVR D; ISSUER NOT COOPERATING* (IVR D; Issuer Not Cooperating) *	Reaffirmed and continued in Issuer Not Cooperating category	Simple
Total	37.25 (Rupees Thirty Seven crore and Twenty Five lakh only)				

**Issuer did not cooperate; based on best available information*

Details of Facility are in Annexure 1

Detailed Rationale

Infomerics has reaffirmed the ratings of SRPL and continued under issuer not cooperating category due to lack of adequate information available, non-payment of annual surveillance fees and the uncertainty around its credit risk. Infomerics assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy.

The lenders, investors and other market participants are thus advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the entity.

Non-cooperation by Issuer

Infomerics has been regularly following up with the company to provide the required data to monitor its assigned rating to the bank facilities, vide mail communications May 5, 2024, May



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16, 2024 and June 12, 2024, and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted some of the essential details.

Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics has to assign the rating based on the best available information. Accordingly, the ratings for the bank facilities of SRPL aggregating Rs.37.25 crore has been reaffirmed and continued under 'ISSUER NOT COOPERATING' category at IVR D; ISSUER NOT COOPERATING category by Infomerics.

Analytical Approach: Standalone

Applicable Criteria:

[Financial Ratios & Interpretation \(Non-Financial Sector\)](#)

[Guidelines on what constitutes Non-Cooperation by clients](#)

[Rating Methodology for Manufacturing Companies](#)

[Criteria of Rating Outlook](#)

[Policy of default recognition](#)

[Complexity Level of Rated Instruments/Facilities](#)

About the Company

Incorporated in 2008, the Rajkot, Gujarat based SRPL is primarily involved in cotton seed extraction. The company is also engaged in trading of cotton bales, cotton seed cakes, oil rice bran, soya beans and occasionally mustard seeds amongst others. The company is promoted by Mr. Lalitkumar Chandulal Vasoya, Mr. Lavjibhai Valjibhai Savaliya, and Mr. Piyush Chandulal Vasoya. SRPL's manufacturing product basket includes cotton oil and cotton seed cake, derived from cotton seeds. while mustard seed products include mustard seed oil. The company also sells by products which includes oil cake, seeds and beans.

Financials (Standalone):

For the year ended/ As on*	(Rs. crore)	
	31-03-2023	31-03-2024
	Audited	Audited
Total Operating Income	162.73	15.11
EBITDA	10.56	-7.87
PAT	3.84	-9.58



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Total Debt	37.06	37.08
Tangible Net Worth	56.07	46.05
EBITDA Margin (%)	6.49	-52.06
PAT Margin (%)	2.36	-63.42
Overall Gearing Ratio (x)	0.66	0.81
Interest Coverage (x)	2.46	-5.51

*Classification as per Infomerics' standards

Status of non-cooperation with previous CRA: ICRA ratings moved the ratings of bank facilities of SRPL in the 'Issuer Not Cooperating' category vide Press Release dated December 13, 2023, due to non-submission of information by the company

Any other information: Nil

Rating History for last three years:

S. No	Name of Instrument/Facilities	Current Rating (Year 2024-25)			Rating History for the past 3 years		
		Type	Amount outstanding (INR Crore)	Rating	Date(s) & Rating(s) assigned in 2023-24 (May 16, 2023)	Date(s) & Rating(s) assigned in 2022-23	Date(s) & Rating(s) assigned in 2021-22 (April 21, 2021)
1.	Cash Credit	Long Term	31.00	IVR D; ISSUER NOT COOPERATING*	IVR D; ISSUER NOT COOPERATING*	<ul style="list-style-type: none"> IVR B+/ Negative; ISSUER NOT COOPERATING* (February 10, 2023) IVR BB-; ISSUER NOT COOPERATING* (November 10, 2022) IVR BB; ISSUER NOT COOPERATING* (June 14, 2022) 	IVR BB+/ Stable
2.	Term Loan	Long Term	6.15	IVR D; ISSUER NOT	IVR D; ISSUER NOT	<ul style="list-style-type: none"> IVR B+/ Negative; ISSUER NOT 	IVR BB+/ Stable



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				COOPERATING*	COOPERATING*	COOPERATING* (February 10, 2023)	
						<ul style="list-style-type: none"> • IVR BB-; ISSUER NOT COOPERATING* (November 10, 2022) • IVR BB; ISSUER NOT COOPERATING* (June 14, 2022) 	
3.	Bank Guarantee	Short Term	0.10	IVR D; ISSUER NOT COOPERATING*	IVR D; ISSUER NOT COOPERATING*	<ul style="list-style-type: none"> • IVR A4; ISSUER NOT COOPERATING* (February 10, 2023) • IVR A4; ISSUER NOT COOPERATING* (November 10, 2022) • IVR A4; ISSUER NOT COOPERATING* (June 14, 2022) 	IVR A4+

**Issuer did not cooperate; based on best available information*

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About Infomerics:

Infomerics Valuation and Rating Private Ltd (Infomerics) was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration



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from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI).

Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt instruments which helps corporates access to financial markets and provides investors credit ratings backed by in-depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks.

Infomerics has a pan India presence with Head Office in Delhi and Corporate Office at Mumbai, with branches in major cities and representatives in several locations.

Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

For more information visit www.infomerics.com

Disclaimer: Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information, which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.

Annexure 1: Details of Instruments / Facilities

Name of Instruments / Facilities	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (INR Crore)	Rating Assigned/ Outlook
Cash Credit	-	-	-	31.00	IVR D; ISSUER NOT COOPERATING*
Term Loan	-	-	March 2025	6.15	IVR D; ISSUER NOT COOPERATING*



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Name of Instruments / Facilities	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (INR Crore)	Rating Assigned/ Outlook
Bank Guarantee	-	-	-	0.10	IVR D; ISSUER NOT COOPERATING*

* Issuer did not cooperate; based on best available information

Annexure 2: List of companies considered for consolidated analysis: Not Applicable

Annexure 3: Facility wise lender details: Not Available

Annexure 4: Detailed explanation of covenants of the rated instrument/facilities: Not Applicable

Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at www.infomerics.com.