

December 31, 2021

Sical Logistics Limited: Continues to remain under Non-Cooperating category

Summary of rating action

Instrument [^]	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Non-Convertible Debenture Programme	100.00	100.00	[ICRA]D ISSUER NOT COOPERATING*; rating continues to remain under the 'Issuer Not Cooperating' category
Long term – Cash Credit	300.00	300.00	[ICRA]D ISSUER NOT COOPERATING*; rating continues to remain under the 'Issuer Not Cooperating' category
Long term – Term Loans Outstanding	526.01	526.01	[ICRA]D ISSUER NOT COOPERATING*; rating continues to remain under the 'Issuer Not Cooperating' category
Long term – Unallocated	6.53	6.53	[ICRA]D ISSUER NOT COOPERATING*; rating continues to remain under the 'Issuer Not Cooperating' category
Short term Fund based facilities	29.50	29.50	[ICRA]D ISSUER NOT COOPERATING*; rating continues to remain under the 'Issuer Not Cooperating' category
Short term – Non-fund-based facilities	383.00	383.00	[ICRA]D ISSUER NOT COOPERATING*; rating continues to remain under the 'Issuer Not Cooperating' category
Total	1345.04	1345.04	

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

[^]Instrument details are provided in Annexure-1

Rationale

The rating takes into account continued delays in debt servicing by the entity. As part of its process and in accordance with its rating agreement with Sical Logistics Limited (SLL), ICRA has been trying to seek information from the entity so as to monitor its performance, but despite repeated requests by ICRA, the entity's management has remained non-cooperative. In the absence of requisite information, and in line with SEBI's Circular No. SEBI/HO/MIRSD4/CIR/2016/119, dated November 01, 2016, ICRA's Rating Committee has taken a rating view based on the best available information.

Please refer to the following link for the previous detailed rationale that captures the Key rating drivers and their description, Liquidity position, Rating sensitivities, Key financial indicators: [Click here](#). ICRA is unable to provide the latest information because of non-cooperation by the entity.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology Policy on default recognition Policy in respect of non-cooperation by a rated entity
Parent/Group Support	NA
Consolidation/Standalone	For arriving at the ratings, ICRA has considered the consolidated financials of SLL. As on March 31, 2021, the company had 12 subsidiaries, two step-down subsidiaries and two JVs, which are listed in Annexure-2

About the company

Incorporated in 1955, SLL is involved in the business of mining, multi-modal logistics for bulk and containerised cargo port terminals, port handling, trucking and warehousing, ship agency, customhouse agency, offshore supply logistics and retail logistics. On a consolidated basis, SLL has investments in infrastructure including a port terminal, container freight stations, container rail and a dredger.

SLL was promoted by Mr. M. A. Chidambaram Chettiar to provide shipping and custom agency services apart from its core activity of trading. Over the years, SLL entered areas such as port handling, container terminal operations (through JV) and logistics. In 2005, SLL hived off its non-core activities and increased its focus on the logistics business. In the recent years, SLL entered mining by executing coal/overburden removal contracts for Coal India subsidiaries, which rapidly grew into one of the major revenue contributors of the company. Tanglin Retail Reality Developments (P) Limited (part of the Coffee Day Group) picked up 10% stake initially in November 2010 before raising the stake to 54.2%. The Coffee Day Group, at present, holds a total 38.49% shareholding in SLL through its Group entities namely Tanglin (32.82%) and GiriVidyuth (India) Ltd (4.99%). The Coffee Day Group has a diversified portfolio of companies, which have presence in owning and managing coffee plantations, coffee exports; and retailing of coffee, vending machines and cafes. It is also involved in leasing of commercial space, financial services, hospitality services and others.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

	Instrument	Current Rating (FY2022)				Chronology of Rating History for the past 3 years							
		Type	Amount Rated (Rs. crore)	Amount Outstanding as of Nov 30, 2020 (Rs. crore)	Date & Rating in		Date & Rating in FY2021	Date & Rating in FY2020				Date & Rating in FY2019	
					Dec 31, 2021	May 17, 2021		Sep 10, 2019	Aug 19, 2019	Aug 08, 2019	Jul 30, 2019	Feb 14, 2019	Sep 07, 2018
1	NCD	Long Term	100.00	100.00	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D	[ICRA]D	[ICRA]B+ (Negative)	[ICRA]BB+ (Negative)	[ICRA]BBB + @	[ICRA]BBB+ (Negative)	[ICRA]BBB + (Stable)
2	Cash Credit	Long Term	300.00	300.00	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D	[ICRA]D	[ICRA]B+ (Negative)	[ICRA]BB+ (Negative)	[ICRA]BBB + @	[ICRA]BBB+ (Negative)	[ICRA]BBB + (Stable)
3	Term Loans	Long Term	526.01	526.01	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D	[ICRA]D	[ICRA]B+ (Negative)	[ICRA]BB+ (Negative)	[ICRA]BBB + @	[ICRA]BBB+ (Negative)	[ICRA]BBB + (Stable)
4	Long term Unallocated	Long Term	6.53	6.53	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D	[ICRA]D	[ICRA]B+ (Negative)	[ICRA]BB+ (Negative)	[ICRA]BBB + @	[ICRA]BBB+ (Negative)	[ICRA]BBB + (Stable)
5	Bank Guarantee	Short Term	383.00	NA	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D	[ICRA]D	[ICRA]A4	[ICRA]A4+	[ICRA]A2 @	[ICRA]A2	[ICRA]A2
6	Fund based	Short Term	29.50	NA	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D	[ICRA]D	[ICRA]A4	[ICRA]A4+	[ICRA]A2 @	[ICRA]A2	[ICRA]A2

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Complexity level of the rated instrument

Instrument	Complexity Indicator
NCD	Simple
Cash Credit	Simple
Term loan	Simple
Unallocated	Not applicable
Bank Guarantee	Very Simple
Short term loan	Simple

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional, or legal aspects. Details on the complexity levels of the instruments, is available on ICRA's website: www.icra.in

Annexure-1: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs Crore)	Current Rating and Outlook
INE075B07027	NCD	27-Jun-2016	11%	25-Jun-2021	100.00	[ICRA] D ISSUER NOT COOPERATING
NA	Term Loan 1	Mar-2014	11.55%	Oct-2022	167.43	[ICRA] D ISSUER NOT COOPERATING
NA	Term Loan 2	Jun-2017	10.00%	Jun-2025	11.60	[ICRA] D ISSUER NOT COOPERATING
NA	Term Loan 3	Feb-2016	10.40%	Mar-2022	48.85	[ICRA] D ISSUER NOT COOPERATING
NA	Term Loan 4	Jun-2017	10.00%	Jun-2025	84.38	[ICRA] D ISSUER NOT COOPERATING
NA	Term Loan 5	Mar-2017	9.52%	Jul-2023	40.36	[ICRA] D ISSUER NOT COOPERATING
NA	Term Loan 6	Mar-2017	9.72%	Feb-2022	18.95	[ICRA] D ISSUER NOT COOPERATING
NA	Term Loan 7	Jun-2017	10.00%	Jun-2025	91.49	[ICRA] D ISSUER NOT COOPERATING
NA	Term Loan 8	Jun-2017	10.00%	Jun-2025	62.95	[ICRA] D ISSUER NOT COOPERATING
NA	Cash Credit	NA	NA	NA	300.00	[ICRA] D ISSUER NOT COOPERATING
NA	Unallocated	NA	NA	NA	6.53	[ICRA] D ISSUER NOT COOPERATING
NA	Non fund based	NA	NA	NA	383.00	[ICRA] D ISSUER NOT COOPERATING
NA	Short Term Loan 1	Aug-2017	12.00%	Aug-2018	24.50	[ICRA] D ISSUER NOT COOPERATING
NA	Short Term Loan 2	Sep-2017	9.72%	Sep-2018	5.00	[ICRA] D ISSUER NOT COOPERATING

Source: Company

Annexure-2: List of entities considered for consolidated analysis

Company Name	SLL Ownership	Consolidation Approach
Sical Logistics Limited	100.00% (rated entity)	Full Consolidation
Sical Connect Limited [erstwhile known as Norseia Offshore India Limited]	100.00%	Full consolidation
Sical Supply Chain Solution Limited (erstwhile known as Sical Adams Offshore Limited)	100.00%	Full consolidation
Sical Mining Limited	100.00%	Full consolidation
Sical Iron Ore Terminals (Mangalore) Limited	100.00%	Full consolidation
Bergen Offshore Logistics Pte Limited	100.00%	Full consolidation
Sical Saumya Mining Limited	65.00%	Full consolidation
Sical Iron Ore Terminals Limited	63.00%	Full consolidation
PATCHEMS Pvt Ltd	84.00%	Full consolidation
Sical Logixpress Private Limited (erstwhile known as PNX Logistics Private Limited)	60.00%	Full consolidation
Develecto Mining Limited	51.00%	Full consolidation
Sical Infra Assets Limited	53.60%	Full consolidation
Sical Multimodal and Rail Transport Limited	53.60%	Full consolidation
Sical Bangalore Logistics Park Limited	100.00%	Full consolidation
Sical washeries	100.00%	Full consolidation
PSA Sical Terminals Limited	37.50%	Equity method
Sical Sattva Rail Terminals Private Limited	50.00%	Equity method

Source: Company

ANALYST CONTACTS

Sabyasachi Majumdar
+91-124-4545304
sabyasachi@icraindia.com

Manasa Gopidi
040-40676526
manasa.g@icraindia.com

Prashant Vasisht
+91-124-4545322
prashant.vasisht@icraindia.com

R. Gopikrishnan
044 4297 4335
r.gopikrishnan@icraindia.com

RELATIONSHIP CONTACT

Jayanta Chatterjee
+91 80 4332 6401
jayantac@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani
Tel: +91 124 4545 860
communications@icraindia.com

Helpline for business queries

+91-9354738909 (open Monday to Friday, from 9:30 am to 6 pm)

info@icraindia.com

About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

For more information, visit www.icra.in

ICRA Limited



Registered Office

B-710, Statesman House, 148, Barakhamba Road, New Delhi-110001
Tel: +91 11 23357940-45



Branches



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