

May 22, 2024

Siddhi Industries: Continues to remain under issuer Non-Cooperating category, Rating downgraded based on best available information

Summary of rating action

Instrument^	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term-Fund Based-Cash Credit	6.00	6.00	[ICRA]D; ISSUER NOT COOPERATING*; Rating downgraded from [ICRA]B+(Stable) ISSUER NOT COOPERATING and continues to remain under 'Issuer Not Cooperating' category.
Long Term-Fund Based-Term Loan	0.26	0.26	[ICRA]D; ISSUER NOT COOPERATING*; Rating downgraded from [ICRA]B+(Stable) ISSUER NOT COOPERATING and continues to remain under 'Issuer Not Cooperating' category.
Short Term-Fund Based-Cash Credit	2.50	2.50	[ICRA]D; ISSUER NOT COOPERATING*; Rating downgraded from [ICRA]A4 ISSUER NOT COOPERATING and continues to remain under 'Issuer Not Cooperating' category.
Long Term / Short Term-Unallocated	0.74	0.74	[ICRA]D ISSUER NOT COOPERATING*; Rating downgraded from [ICRA]B+(Stable) ISSUER NOT COOPERATING/ [ICRA]D; ISSUER NOT COOPERATING*; Rating downgraded from [ICRA]A4 ISSUER NOT COOPERATING and continues to remain under 'Issuer Not Cooperating' category.
Total	9.50	9.50	

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

^Instrument details are provided in Annexure-1

Rationale

Material event

The rating downgrade reflects Delay in Debt Repayment as mentioned in the publicly available sources.

Impact of material event

The rating is based on limited information on the entity's performance since the time it was last rated in March 2023. 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, despite the downgrade".

As part of its process and in accordance with its rating agreement with Siddhi Industries, ICRA has been trying to seek information from the entity to monitor its performance. Further, ICRA has been sending repeated reminders to the entity for payment of surveillance fee that became due. Despite repeated requests by ICRA, the entity's management has remained noncooperative. In the absence of the requisite information and in line with the aforesaid policy of ICRA, the rating has been moved to the "Issuer Not Cooperating" category. The rating is based on the best available information.

Please refer to the following link for the previous detailed rationale that captures 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	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology Policy on Default Recognition
Parent/Group Support	NA
Consolidation/Standalone	Standalone

About the company

Siddhi Industries (SI) was established as a proprietorship concern in 2007. Later, in 2011, the firm was reconstituted as a partnership firm. The firm gins raw cotton and crushes cottonseeds to produce cotton bales, cottonseeds oil, and cottonseeds oil cakes. It also trades in raw cotton and castor seeds. The firm commenced operations in 2008. Its manufacturing facility is located at Harij in the Patan district of Gujarat.

Status of non-cooperation with previous CRA :

CRA	Status	Date of Release
Brickworks	BWR C / ISSUER NOT COOPERATING	June 19, 2023

Any other information : None

Rating history for past three years

	Instrument			Current Rating (FY2025)		Chronology of Rating History for the past 3 years			
		Type	Amount Rated (Rs. Crore)	Amount Outstanding (Rs. Crore)	Date & Rating in	Date & Rating in FY2023	Date & Rating in FY2022	Date & Rating in FY2021	
					22-May-2024				22-Mar-2023
1	Fund Based-Cash Credit	Long Term	6.00	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING	
2	Fund Based-Term Loan	Long Term	0.26	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING	
3	Fund Based-Cash Credit	Short Term	2.50	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING	
4	Unallocated	Long Term / Short Term	0.74	-	[ICRA]D ISSUER NOT COOPERATING/[ICRA]D; ISSUER NOT COOPERATING	[ICRA]B+(Stable) ISSUER NOT COOPERATING/[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]B+(Stable) ISSUER NOT COOPERATING/[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]B+(Stable) ISSUER NOT COOPERATING/[ICRA]A4; ISSUER NOT COOPERATING	

Complexity level of the rated instrument

Instrument	Complexity Indicator
Fund Based-Cash Credit	Simple
Fund Based – Term Loan	Simple
Short Term- Fund Based – Cash Credit	Simple
Unallocated	Not Applicable

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: [Click Here](#)

Annexure-1: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (RS Crore)	Current Rating and Outlook
NA	Long Term-Fund Based-Cash Credit	-	-	-	6.00	[ICRA]D; ISSUER NOT COOPERATING
NA	Long Term-Fund Based-Term Loan	-	-	-	0.26	[ICRA]D; ISSUER NOT COOPERATING
NA	Short Term-Fund Based-Cash Credit	-	-	-	2.50	[ICRA]D; ISSUER NOT COOPERATING
NA	Long Term / Short Term-Unallocated	-	-	-	0.74	[ICRA]D ISSUER NOT COOPERATING/ [ICRA]D; ISSUER NOT COOPERATING

Source: Siddhi Industries

Annexure-2: List of entities considered for consolidated analysis : Not Applicable

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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.

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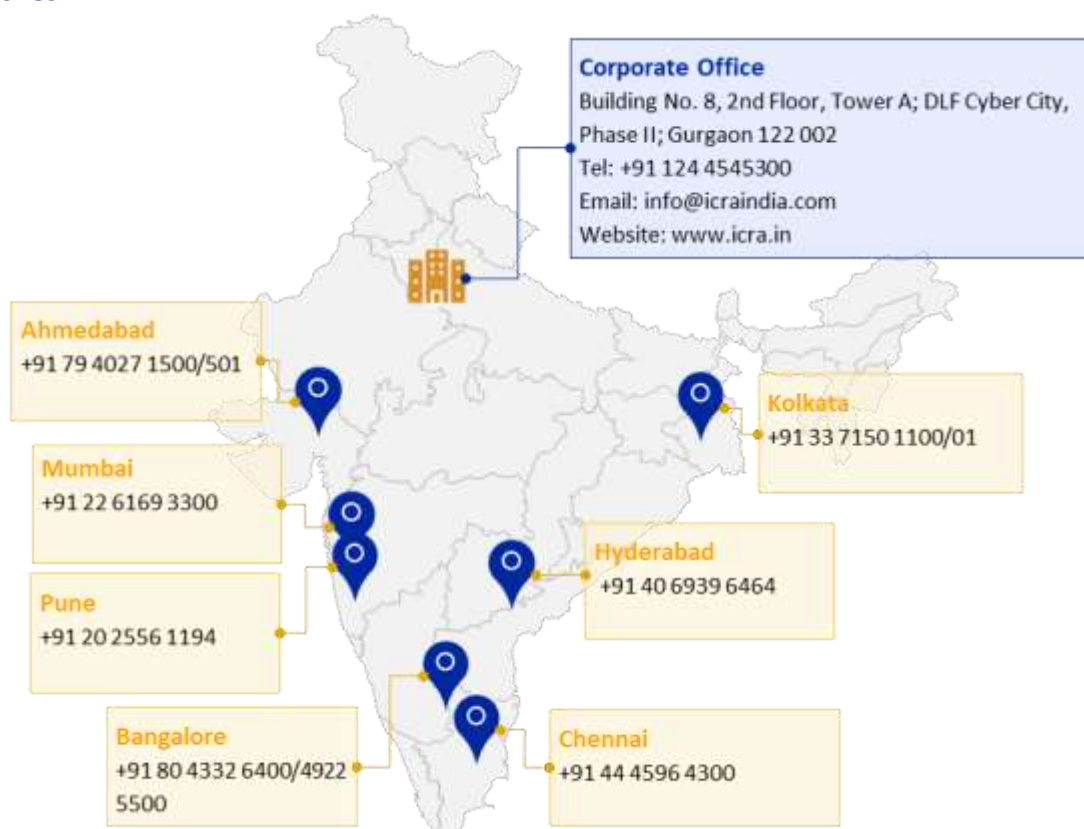


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