April 12, 2024

Scottish Chemical Industries: Continues to remain under issuer Non-Cooperating category

Summary of rating action

Instrument^	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term-Fund Based -Cash Credit	30.00	30.00	[ICRA]B+(Stable);ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Long Term / Short Term - Interchangeable-Others	(30.00)	(30.00)	[ICRA]B+(Stable);ISSUER NOT COOPERATING/[ICRA]A4;ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Long Term / Short Term - Unallocated	15.00	15.00	[ICRA]B+(Stable);ISSUER NOT COOPERATING/[ICRA]A4;ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Total	**45.00**	**45.00**	

*Issuer did not cooperate; based on best available information
^Instrument details are provided in Annexure-1

Rationale

ICRA has kept the Long-Term and Short-term rating for the Bank facilities of Scottish Chemical Industries in the 'Issuer Not Cooperating' category. The rating is denoted as "[ICRA]B+(Stable);ISSUER NOT COOPERATING/[ICRA]A4;ISSUER NOT COOPERATING".

As part of its process and in accordance with its rating agreement with Scottish Chemical Industries, ICRA has been trying to seek information from the entity so as to monitor its performance. Further, ICRA has been sending repeated reminders to the entity for payment of surveillance fee that became due. Despite multiple requests by ICRA, the entity's management has remained non-cooperative. In the absence of requisite information and in line with the aforesaid policy of ICRA, the rating has been continued 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 and 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 Rating Methodology - Chemicals
Parent/Group Support	NA
Consolidation/Standalone	Standalone

About the company

Established in 1984 by Mr. Kamal Khandelwal, Scottish Chemical Industries (SCI or the firm) is a manufacturer and exporter of Hexachloroethane and foundry chemicals/products. The firm has been supplying chemicals to foundry industry for over three decades, with a special focus on Aluminum foundry. The firm's customer base comprises of primary and secondary smelters, die casters, extrusion units, manufacturers of alloys, wheels, pistons, sheets, foils, cables etc. From FY2018 onwards, SCI also diverted its business into manufacturing of fluxes, metal alloys and trading of metals, especially to cater Aluminum foundry industry.The firm has four manufacturing units located at Taloja, Maharashtra, with a combined manufacturing installed capacity of 13,500 metric ton per annum (MTPA). SCI is in process of setting up a fifth unit at Taloja, Maharashtra, to manufacture fluxes and metal alloys which will increase the installed capacity by ~12,000 MTPA.

Status of non-cooperation with previous CRA:

CRA	Status	Date of Release
ACUITE	[ACUITE]A4; ISSUER NOT COOPERATING	August 16, 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 FY 2023	Date & Rating in FY 2022	Date & Rating in FY 2021
					Apr 12, 2024	Feb 28, 2023	Dec 31, 2021	Sep 30, 2020
1	**Fund Based - Cash Credit**	Long Term	30.00	-	[ICRA]B+(Stable) ; ISSUER NOT COOPERATING	[ICRA]B+(Stable) ; ISSUER NOT COOPERATING	[ICRA]BB+(Stable) ; ISSUER NOT COOPERATING	[ICRA]BBB+ (Stable)
2	**Interchangeable-Others**	Long Term/ Short Term	(30.00)	-	[ICRA]B+(Stable) ; ISSUER NOT COOPERATING / [ICRA]A4;ISSUER NOT COOPERATING	[ICRA]B+(Stable)/ [ICRA]A4 ; ISSUER NOT COOPERATING	[ICRA]BB+(Stable)/ [ICRA]A4+ ; ISSUER NOT COOPERATING	[ICRA]BBB+ (Stable)/[ICRA]A2
3	**Unallocated**	Long Term/ Short Term	15.00	-	[ICRA]B+(Stable) ; ISSUER NOT COOPERATING / [ICRA]A4;ISSUER NOT COOPERATING	[ICRA]B+(Stable)/ [ICRA]A4 ; ISSUER NOT COOPERATING	[ICRA]BB+(Stable)/ [ICRA]A4+ ; ISSUER NOT COOPERATING	[ICRA]BBB+ (Stable)/[ICRA]A2

Complexity level of the rated instrument

Instrument	Complexity Indicator
Long Term-Fund Based -Cash Credit	Simple
Long Term / Short Term -Interchangeable-Others	Very Simple
Long Term / Short Term -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**	-	-	-	30.00	[ICRA]B+(Stable); ISSUER NOT COOPERATING
NA	**Long Term / Short Term - Interchangeable-Others**	-	-	-	(30.00)	[ICRA]B+(Stable); ISSUER NOT COOPERATING /[ICRA]A4 ;ISSUER NOT COOPERATING
NA	**Long Term / Short Term - Unallocated**	-	-	-	15.00	[ICRA]B+(Stable); ISSUER NOT COOPERATING /[ICRA]A4;ISSUER NOT COOPERATING

Source: Scottish Chemical 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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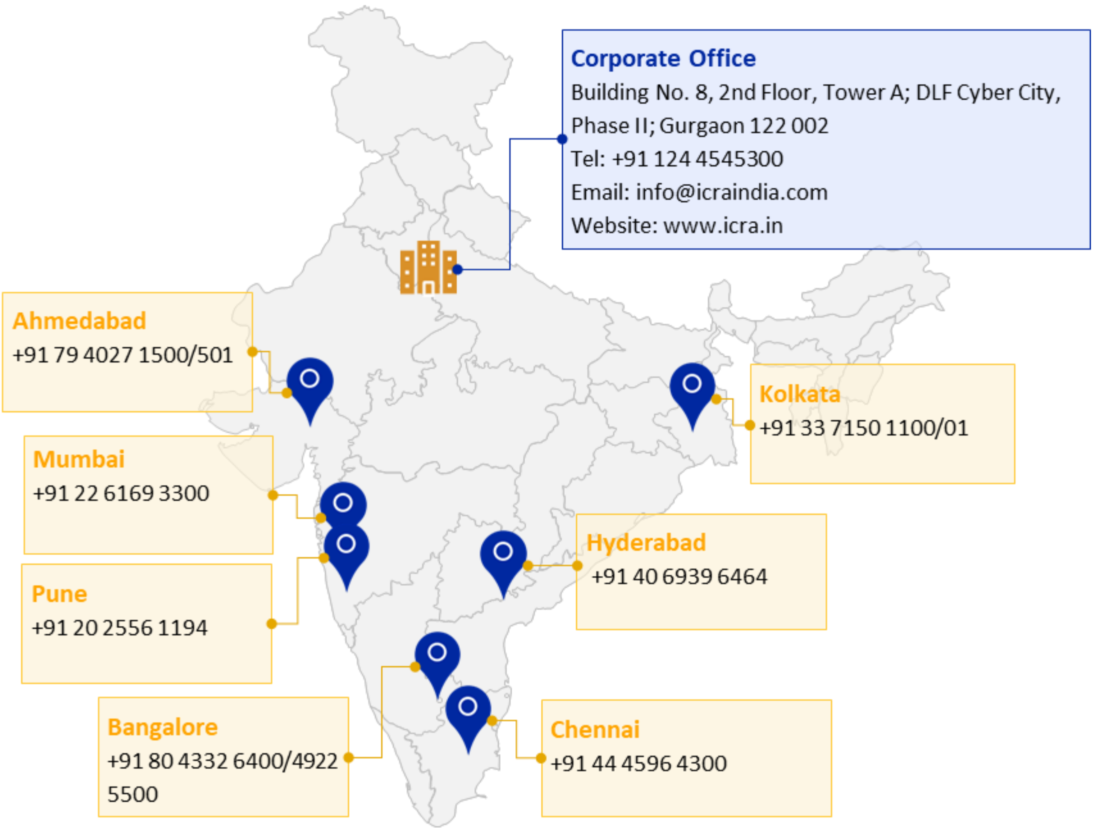

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