

July 24, 2024

## Thiru Arooran Sugars Limited: Continues to remain under issuer Non-Cooperating category

### Summary of rating action

| Instrument <sup>^</sup>          | Previous Rated Amount (Rs. crore) | Current Rated Amount (Rs. crore) | Rating Action   |
|----------------------------------|-----------------------------------|----------------------------------|---|
| Long Term-Fund Based-Term Loan   | 29.70                             | 29.70                            | [ICRA]D; ISSUER NOT COOPERATING*. Rating Continues to remain under the 'Issuer Not Cooperating' category. |
| Long Term-Fund Based-Cash Credit | 56.84                             | 56.84                            | [ICRA]D; ISSUER NOT COOPERATING*. Rating Continues to remain under the 'Issuer Not Cooperating' category. |
| Long Term-Unallocated            | 16.11                             | 16.11                            | [ICRA]D; ISSUER NOT COOPERATING*. Rating Continues to remain under the 'Issuer Not Cooperating' category. |
| Long Term-Non Fund Based         | 235.03                            | 235.03                           | [ICRA]D; ISSUER NOT COOPERATING*. Rating Continues to remain under the 'Issuer Not Cooperating' category. |
| Short Term-Non Fund Based        | 1.50                              | 1.50                             | [ICRA]D; ISSUER NOT COOPERATING*. Rating Continues to remain under the 'Issuer Not Cooperating' category. |
| <b>Total</b>                     | <b>339.18</b>                     | <b>339.18</b>                    |   |

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

<sup>^</sup>Instrument details are provided in Annexure-1

### Rationale

ICRA has kept the long-term and Short-Term rating of Thiru Arooran Sugars Limited in the 'Issuer Not Cooperating' category. The ratings are denoted as [ICRA]D/[ICRA]D; ISSUER NOT COOPERATING”

As part of its process and in accordance with its rating agreement with Thiru Arooran Sugars Limited, 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, Key financial indicator: [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 | <a href="#">Policy in respect of non-cooperation by the rated entity</a><br><a href="#">Corporate Credit Rating Methodology</a><br><a href="#">Policy on default recognition</a><br><a href="#">Sugar</a> |
| Parent/Group Support            | NA  |
| Consolidation/Standalone        | Standalone  |

## About the company

Incorporated in 1954, Thiru Arooran Sugars Limited is one of the oldest sugar companies in India. Its sugar plants are based in Cuddalore and Thanjavur districts of Tamil Nadu. It has 8500 TCD of cane crushing capacity in its two plants, and a 60-KLPD distillery. The plants are integrated with a 47.10-MW cogeneration unit of the company's subsidiary Terra Energy Limited (TASL holds 66.19% stake in Terra Energy Limited), with which it has barter arrangement for supply of steam and power.

**Status of non-cooperation with previous CRA: Not Applicable**

**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) | Date & Rating in                | Date & Rating in FY2024                           | Date & Rating in FY2022         | Date & Rating in FY2021         |  |
|   |                |                         |                          | July 24, 2024                   | May 19, 2023                                      | Mar 21, 2022                    | Feb 25, 2021                    |  |
| 1 | Term Loan      | Long Term               | 29.70                    | [ICRA]D; ISSUER NOT COOPERATING | [ICRA]D; ISSUER NOT COOPERATING                   | [ICRA]D; ISSUER NOT COOPERATING | [ICRA]D; ISSUER NOT COOPERATING |  |
| 2 | Cash Credit    | Long Term               | 56.84                    | [ICRA]D; ISSUER NOT COOPERATING | [ICRA]D; ISSUER NOT COOPERATING                   | [ICRA]D; ISSUER NOT COOPERATING | [ICRA]D; ISSUER NOT COOPERATING |  |
| 3 | Unallocated    | Long Term               | 16.11                    | [ICRA]D; ISSUER NOT COOPERATING | [ICRA]D; ISSUER NOT COOPERATING                   | [ICRA]D; ISSUER NOT COOPERATING | [ICRA]D; ISSUER NOT COOPERATING |  |
| 4 | Non-Fund Based | Long Term               | 235.03                   | [ICRA]D; ISSUER NOT COOPERATING | [ICRA]D; ISSUER NOT COOPERATING                   | [ICRA]D; ISSUER NOT COOPERATING | [ICRA]D; ISSUER NOT COOPERATING |  |
| 5 | Non-Fund Based | Short Term              | 1.50                     | [ICRA]D; ISSUER NOT COOPERATING | [ICRA]D; ISSUER NOT COOPERATING                   | [ICRA]D; ISSUER NOT COOPERATING | [ICRA]D; ISSUER NOT COOPERATING |  |

## Complexity level of the rated instrument

| Instrument                       | Complexity Indicator |
|----------------------------------|----------------------|
| Long Term-Fund Based-Term Loan   | Simple               |
| Long Term-Fund Based-Cash Credit | Simple               |
| Long Term- Unallocated           | Not Applicable       |
| Long Term-Non Fund Based         | Very Simple          |
| Short Term-Non Fund Based        | Very 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: [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-Term Loan   | -                           | -           | -             | 29.70                   | [ICRA]D; ISSUER NOT COOPERATING |
| NA      | Long Term-Fund Based-Cash Credit | -                           | -           | -             | 56.84                   | [ICRA]D; ISSUER NOT COOPERATING |
| NA      | Long Term-Unallocated            | -                           | -           | -             | 16.11                   | [ICRA]D; ISSUER NOT COOPERATING |
| NA      | Long Term-Non Fund Based         | -                           | -           | -             | 235.03                  | [ICRA]D; ISSUER NOT COOPERATING |
| NA      | Short Term-Non Fund Based        | -                           | -           | -             | 1.50                    | [ICRA]D; ISSUER NOT COOPERATING |

Source: Thiru Arooran Sugars Limited

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

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## About ICRA Limited:

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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](http://www.icra.in)

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### Branches



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