

September 09, 2024

## Nilons Enterprises Private Limited: Moved to 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 Loans	25.68	25.68	[ICRA]BB+(Stable) ISSUER NOT COOPERATING*; Rating moved to 'Issuer Not Cooperating' category
Long-term – Fund based – Cash Credit	59.50	59.50	[ICRA]BB+(Stable) ISSUER NOT COOPERATING*; Rating moved to 'Issuer Not Cooperating' category
Short-term – Non-Fund-Based - Others	0.30	0.30	[ICRA]A4+ ISSUER NOT COOPERATING*; Rating moved to 'Issuer Not Cooperating' category
Long-term/short-term – Interchangeable Limits	(24.75)	(24.75)	[ICRA]BB+(Stable) ISSUER NOT COOPERATING*/[ICRA]A4+ ISSUER NOT COOPERATING*; Rating moved to 'Issuer Not Cooperating' category
Long-term/short-term – Unallocated Limits	14.52	14.52	[ICRA]BB+(Stable) ISSUER NOT COOPERATING*/[ICRA]A4+ ISSUER NOT COOPERATING*; Rating moved to 'Issuer Not Cooperating' category
<b>Total</b>	<b>100.00</b>	<b>100.00</b>	

<sup>^</sup>Instrument details are provided in Annexure-I \*Issuer did not cooperate; based on best available information

### Rationale

ICRA has moved the ratings for the bank facilities of Nilons Enterprises Private Limited to the 'Issuer Not Cooperating' category. The rating is denoted as "[ICRA]BB+(Stable) ISSUER NOT COOPERATING / [ICRA]A4+ ISSUER NOT COOPERATING".

The rating is based on limited cooperation from the entity since the time it was last rated in May 2024. As a part of its process and in accordance with its rating agreement with Nilons Enterprises Private Limited, 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 cooperation and in line with SEBI's Circular No. SEBI/HO/MIRSD4/CIR/2016/119, dated November 01, 2016, the company's rating has been moved to the "Issuer Not Cooperating category". The rating action has been taken in accordance with ICRA's policy on non-cooperation by a rated entity available at [www.icra.in](http://www.icra.in).

Please refer to the following link for the previous detailed rationale that captures the key rating drivers and their description, liquidity position, rating sensitivities [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="#">Corporate Credit Rating Methodology</a> <a href="#">Policy in Respect of Non-Cooperation by a Rated Entity</a>
Parent/Group support	Not applicable
Consolidation/Standalone	Standalone financial statement of the issuer

## About the company

Promoted by the Jalgaon (Maharashtra)-based Sanghavi family, NEPL is involved in the manufacturing and marketing of a wide range of food products such as pickles, tooty-fruity, sauces, vermicelli, macaroni, tomato ketchup and jams, spices, instant mixes, and cooking pastes. The company markets all its products under the brand name of Nilon's. The company has five manufacturing units out of which four are in Maharashtra and one in Assam. The company has a pan-India presence for marketing its products through a strong network of over 4,000 distributors.

## Key financial indicators (audited)

Nilons Enterprises Private Limited	FY2022	FY2023	FY2024*
Operating income	312.9	363.9	388.5
PAT	-32.0	-5.8	4.5
OPBDIT/OI	-5.6%	3.3%	7.3%
PAT/OI	-10.2%	-1.6%	1.2%
Total outside liabilities/Tangible net worth (times)	1.0	1.3	1.4
Total debt/OPBDIT (times)	-3.6	7.5	3.6
Interest coverage (times)	-3.2	1.5	2.1

PAT: Profit after tax; OPBDITA: Operating profit before depreciation, interest, taxes and amortisation; Amount in Rs. Crore \* Provisional data

## Status of non-cooperation with previous CRA:

CRA	Status	Date of Release
CRISIL	CRISIL BB+ (Stable)/ CRISIL A4+ ISSUER NOT COOPERATING; Rating migrated	<a href="#">June 24, 2024</a>

## Any other information: None

## Rating history for past three years

Instrument	Type	Amount rated (Rs. crore)	Current rating (FY2025)		Chronology of rating history for the past 3 years			
			Date & rating in FY2025		Date & rating in FY2024	Date & rating in FY2023		Date & rating in FY2022
			Sept 09, 2024	May 24, 2024	-	Feb 16, 2023	May 30, 2022	-
1 Fund based – Term Loans	Long-term	25.68	[ICRA]BB+ (Stable) ISSUER NOT COOPERATING	[ICRA]BB+ (Stable)	-	[ICRA]BB+ (Stable)	[ICRA]BBB- (Negative)	-
2 Fund based – Cash Credit	Long-term	59.50	[ICRA]BB+ (Stable) ISSUER NOT COOPERATING	[ICRA]BB+ (Stable)	-	[ICRA]BB+ (Stable)	[ICRA]BBB- (Negative)	-
3 Non-Fund-Based - Others	Short-term	0.3	[ICRA]A4+ ISSUER NOT COOPERATING	[ICRA]A4+	-	[ICRA]A4+	[ICRA]A3	-
4 Interchangeable Limits	Long-term/ Short-term	(24.75)	[ICRA]BB+ (Stable) ISSUER NOT COOPERATING / [ICRA]A4+ ISSUER NOT COOPERATING	[ICRA]BB+ (Stable)/ [ICRA]A4+	-	[ICRA]BB+ (Stable)/ [ICRA]A4+	[ICRA]BBB- (Negative) / [ICRA]A3	-
5 Unallocated Limits	Long-term/ Short-term	14.52	[ICRA]BB+ (Stable) ISSUER NOT COOPERATING / [ICRA]A4+ ISSUER NOT COOPERATING	[ICRA]BB+ (Stable)/ [ICRA]A4+	-	[ICRA]BB+ (Stable)/ [ICRA]A4+	[ICRA]BBB- (Negative)/ [ICRA]A3	-

## Complexity level of the rated instruments

Instrument	Complexity Indicator
Long-term – Fund-based – Term Loan	Simple
Long-term – Fund-based – Cash Credit	Simple
Short-term – Non-fund Based – Others	Very simple
Long-term/ Short-term – Interchangeable Limits	Simple
Long-term/ Short-term – Unallocated Limits	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 are available on ICRA's website: [Click Here](#)

## Annexure I: Instrument details

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Long-term – Fund based – Term Loans	FY2023	10.50%	FY2028	25.68	[ICRA]BB+ (Stable) ISSUER NOT COOPERATING
NA	Long-term – Fund based – Cash Credit	NA	11.00%	NA	59.50	[ICRA]BB+ (Stable) ISSUER NOT COOPERATING
NA	Short-term – Non-Fund-Based - Others	NA	NA	NA	0.30	[ICRA]A4+ ISSUER NOT COOPERATING
NA	Long-term/short-term – Interchangeable Limits	NA	NA	NA	(24.75)	[ICRA]BB+ (Stable) ISSUER NOT COOPERATING / [ICRA]A4+ ISSUER NOT COOPERATING
NA	Long-term/short-term – Unallocated Limits	NA	NA	NA	14.52	[ICRA]BB+ (Stable) ISSUER NOT COOPERATING / [ICRA]A4+ ISSUER NOT COOPERATING

Source: Company

## Annexure II: List of entities considered for consolidated analysis: Not applicable

## ANALYST CONTACTS

**Shamsher Dewan**  
+91 124 4545 328  
[shamsherd@icraindia.com](mailto:shamsherd@icraindia.com)

**Sahil Udani**  
+91 22 6114 3469  
[Sahil.udani@icraindia.com](mailto:Sahil.udani@icraindia.com)

**Kinjal Shah**  
+91 22 6114 3442  
[kinjal.shah@icraindia.com](mailto:kinjal.shah@icraindia.com)

**Aditya Lade**  
+91 22 6114 3451  
[aditya.lade@icraindia.com](mailto:aditya.lade@icraindia.com)

## RELATIONSHIP CONTACT

**L. Shivakumar**  
+91 22 6114 3406  
[shivakumar@icraindia.com](mailto:shivakumar@icraindia.com)

## MEDIA AND PUBLIC RELATIONS CONTACT

**Ms. Naznin Prodhani**  
Tel: +91 124 4545 860  
[communications@icraindia.com](mailto:communications@icraindia.com)

## Helpline for business queries

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

[info@icraindia.com](mailto: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](http://www.icra.in)

## ICRA Limited



### Registered Office

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



### Branches



© Copyright, 2024 ICRA Limited. All Rights Reserved.

Contents may be used freely with due acknowledgement to ICRA.

ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance, which may lead to revision in ratings. An ICRA rating is a symbolic indicator of ICRA's current opinion on the relative capability of the issuer concerned to timely service debts and obligations, with reference to the instrument rated. Please visit our website [www.icra.in](http://www.icra.in) or contact any ICRA office for the latest information on ICRA ratings outstanding. All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable, including the rated issuer. ICRA however has not conducted any audit of the rated issuer or of the information provided by it. While reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies may have provided services other than rating to the issuer rated. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents.