

August 14, 2019

SNJ Distillers Private Limited: Rating withdrawn

Summary of rated instruments

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund based Cash Credit	60.00	60.00	[ICRA]BBB (Stable); ISSUER NOT COOPERATING; withdrawn
Total	60.00	60.00	

*Instrument details are provided in Annexure 1

Rationale

The rating is withdrawn in accordance with ICRA's policy on withdrawal and suspension, as desired by SNJ Distillers Private Limited and based on the no objection provided by its banker.

Outlook: Not applicable

Key rating drivers

Key rating drivers has not been captured as the rated instrument(s) are being withdrawn.

Liquidity position: Not applicable

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	ICRA's Policy on Withdrawal and Suspension of Credit Rating Corporate Credit Rating Methodology
Parent/Group Support	Not Applicable
Consolidation / Standalone	Not Applicable

About the company:

SNJ Distillers Private Limited (SNJDPL) was incorporated in April 2008 at Chennai. SNJDPL is primarily engaged in the manufacture of Indian made Foreign liquor (IMFL) and beer. The Company has 3 units i.e IMFL plant at Madurantakam, Tamil Nadu with a licensed capacity of 9 lakh cases Per Month, Brewery plant at Nellore in Andhra Pradesh with 7 lakh cases production capacity and Packing/carton Unit at Tamil Nadu as backward integration for the Liquor and Beer.

Currently SNJDPL has proposal for acquisition of Empee Distilleries limited for an estimated consideration of about Rs 450 crores via corporate insolvency resolution process. The final approval for the same is expected in the next The National Company Law Tribunal (NCLT) hearing dated August 27, 2019.

Also as per news reports dated Aug 06, 2019 and Central Board of Direct Taxes' (CBDT) press release dt. Aug 10, 2019 concerning SNJ Breweries Private Limited, wherein it was reported that the Income Tax (IT) department conducted search on various of entities belonging to the SNJ Group including companies such as SNJ Sugars and Products Limited (SNJSPL), SNJ Breweries Private Limited (SNJBPL) and SNJ Distillers Private Limited (SNJDPL).

Key financial indicators: Not Applicable

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years:

Instrument	Current Rating (FY2020)				Chronology of Rating History for the past 3 years		
	Type	Amount Rated (Rs. crore)	Amount Outstanding as on Mar 31, 2019 (Rs Crore)	Date & Rating Aug 2019	Date & Rating in FY2019	Date & Rating in FY2018	Date & Rating in FY2017
					-	Mar 2018	Sept 2016
1 Cash Credit	Long Term	60.00	-	[ICRA]BBB (Stable); ISSUER NOT COOPERATING; withdrawn	-	[ICRA]BBB (Stable); ISSUER NOT COOPERATING	[ICRA]BBB (Stable)

Complexity level of the rated instrument:

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the 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
NA	Cash Credit	-	-	-	60.0	[ICRA]BBB(Stable) ISSUER NOT COOPERATING withdrawn

Source: SNJDPL

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