

August 12, 2024

Venkata Sai Agro 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 | 10.00 | 10.00 | [ICRA]B+(Stable); ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category |
| Total | 10.00 | 10.00 | |

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

[^]Instrument details are provided in Annexure-1

Rationale

ICRA has kept the Long-term rating of Venkata Sai Agro Industries in the 'Issuer Not Cooperating' category. The rating is denoted as [ICRA]B+(Stable); ISSUER NOT COOPERATING.

As part of its process and in accordance with its rating agreement with Venkata Sai Agro 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, 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 Rice Mills |
| Parent/Group Support | NA |
| Consolidation/Standalone | Standalone |

About the company

Incorporated in 2007, VSAI is a partnership firm involved in the milling of paddy and produces rice. The firm has a milling unit at Maanvi, Karnataka with an installed capacity of 8 metric tonnes per hour (MTPH) of milling. Its major products include boiled rice, raw rice, bran, broken rice and husk. The factory runs in two shifts daily. VSAI procures paddy from local farmers and has a diversified customer base across Andhra Pradesh, Telangana, Maharashtra and Karnataka.

Status of non-cooperation with previous CRA:

| CARE | Rating Action | Date of Release |
|------|---|-----------------|
| CARE | CARE B-/CARE A4; Stable; ISSUER NOT COOPERATING | June 06, 2024 |

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 FY2023 | Date & Rating in FY2022 | |
| | | | 12-August-2024 | | | 16-November-2021 | 26-August-2021 |
| 1 Fund Based-Cash Credit | Long Term | 10.00 | [ICRA]B+(Stable); ISSUER NOT COOPERATING | [ICRA]B+(Stable); ISSUER NOT COOPERATING | [ICRA]B+(Stable); ISSUER NOT COOPERATING | [ICRA]B+(Stable); ISSUER NOT COOPERATING | [ICRA] B+(Stable) |

Complexity level of the rated instrument

| Instrument | Complexity Indicator |
|------------------------|----------------------|
| Fund Based-Cash Credit | 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 | Fund Based-Cash Credit | NA | NA | NA | 10.00 | [ICRA]B+(Stable); ISSUER NOT COOPERATING |

Source: Venkata Sai Agro Industries

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

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