December 13, 2023

Shree Ram Proteins Limited: Moved to 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	31.00	31.00	[ICRA]D ISSUER NOT COOPERATING*; Rating moved to the 'Issuer Not Cooperating' category
Long-term – Fund-based – Term loans	6.15	6.15	[ICRA]D ISSUER NOT COOPERATING*; Rating moved to the 'Issuer Not Cooperating' category
Short-term – Non-fund-based – Bank guarantee	0.10	0.10	[ICRA]D ISSUER NOT COOPERATING*; Rating moved to the 'Issuer Not Cooperating' category
Total	**37.25**	**37.25**	

*^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 **Shree Ram Proteins Limited** to 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 **Shree Ram Proteins Limited**, ICRA has been trying to seek information from the entity so as to monitor its performance, but despite repeated requests by ICRA, the entity's management has remained non-cooperative. In the absence of requisite information, and in line with SEBI's Circular No. SEBI/HO/MIRSD4/CIR/2016/119, dated November 01, 2016, ICRA's Rating Committee has taken a rating view based on the best available information on the issuers' performance. Accordingly, the lenders, investors and other market participants are advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the entity. The entity's credit profile may have changed since the time it was last reviewed by ICRA; however, in the absence of requisite information, ICRA is unable to take a definitive rating action. The rating action has been taken in accordance with ICRA's policy in respect of non-cooperation by a rated entity available at 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	Corporate Credit Rating Methodology Rating Methodology for Entities in the Edible Oil Industry Policy on Default Recognition Policy in respect of Non-cooperation by a rated entity
Parent/Group support	Not applicable
Consolidation/Standalone	The ratings are based on the standalone financial statements of the rated entity.

About the company

Initially incorporated as Shree Ram Proteins Private Limited in August 2008 by Rajkot-based Mr. Lalit Vasoya, Mr. Lavji Savaliya and their family members for processing cotton seeds and carrying out related trading activities, it was converted into a public limited company in 2017, and its name was changed to Shree Ram Proteins Limited. The company was listed on the NSE in 2020, prior to which it was listed on the NSE Emerge Platform (SME) since 2018. At present, the company's processing plant operations include cotton seed de-linting, de-hulling, cotton seed oil extraction and cotton seeds DOC. The company also deals in rapeseed oil, oil cake, soya oil, groundnut oil, mustard seeds/oil, rice bran and soya cake.

Key financial indicators (audited)

	FY2022	FY2023
Operating income	287.8	162.7
PAT	6.1	3.8
OPBDIT/OI	4.5%	6.5%
PAT/OI	2.1%	2.4%
Total outside liabilities/Tangible net worth (times)	1.2	0.9
Total debt/OPBDIT (times)	3.3	3.5
Interest coverage (times)	2.9	2.5

PAT: Profit after tax; OPBDIT: Operating profit before depreciation, interest, taxes and amortisation; Amount in Rs crore,

Status of non-cooperation with previous CRA

CRA	Status	Date of Release
Brickworks	BWR D /BWR D; ISSUER NOT COOPERATING	Apr 07,2023
Infomerics	IVR D/ IVR D ISSUER NOT COOPERATING	May 16, 2023

Any other information: None

Rating history for past three years

	Instrument	Current Rating (FY2024)				Chronology of Rating History for the past 3 years						
		Type	Amount Rated (Rs. crore)	Amount Outstanding as of Mar 31, 2023 (Rs. crore)	Date & Rating in FY2024	Date & Rating in FY2023					Date & Rating in FY2022	Date & Rating in FY2021
					Dec 13, 2023	Mar 21, 2023	Feb 03, 2023	Jan 24, 2023	Dec 22, 2022	June 22, 2022	-	Apr 16, 2020
1	Cash credit	Long-term	31.00	-	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D *	[ICRA]B+ @	[ICRA]B+ @	[ICRA]BB- (Stable)	[ICRA] BB (Stable)	-	[ICRA]C Withdrawn
2	Term loans	Long-term	6.15	5.13	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D *	[ICRA]B+ @	[ICRA]B+ @	[ICRA]BB- (Stable)	[ICRA] BB (Stable)	-	-
3	Bank guarantee	Short-term	0.10	-	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D *	[ICRA]A4 @	[ICRA]A4 @	[ICRA]A4	[ICRA] A4	-	[ICRA]A4 Withdrawn

** Update on material Event-Ratings downgraded; @ - on Rating watch with Negative Implications*

Complexity level of the rated instruments

Instrument	Complexity Indicator
Long-term – Fund-based – Cash credit	Simple
Long-term – Fund-based – Term loans	Simple
Short-term – Non-fund-based – Bank guarantee	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, 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	**Cash credit**	NA	10.30%	NA	31.00	[ICRA]D ISSUER NOT COOPERATING
NA	**Term loans**	Oct 09, 2020	7.50%	Sep 09, 2024	6.15	[ICRA]D ISSUER NOT COOPERATING
NA	**Bank guarantee**	NA	NA	NA	0.10	[ICRA]D ISSUER NOT COOPERATING

Source: Company

Please click here to view details of lender-wise facilities rated by ICRA

Annexure II: 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.

For more information, visit www.icra.in

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