



Press Release

Shraddha Energy & Infraprojects Private Limited

June 18, 2025

Ratings

Instrument / Facility	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	113.48 (Decreased from Rs. 153.23 crore)	IVR BB/Stable and Withdrawn (IVR Double B with Stable Outlook and Withdrawn)	IVR BB/Stable (IVR Double B with Stable Outlook)	Rating Reaffirmed and Withdrawn	Simple
Short Term Bank Facilities	30.00	IVR A4 and Withdrawn (IVR A Four and Withdrawn))	IVR A4 (IVR A Four)	Rating Reaffirmed and Withdrawn	Simple
Proposed Long Term Bank Facilities	29.43	IVR BB/Stable and Withdrawn (IVR Double B with Stable Outlook and Withdrawn)	IVR BB/Stable (IVR Double B with Stable Outlook)	Rating Reaffirmed and Withdrawn	Simple
Total	172.91	(Rupees One hundred and seventy-two crore and ninety-one lakhs Only)			

Details of Facilities/Instruments are in Annexure 1. Facility wise lender details are at Annexure 2. Detailed explanation of covenants is at Annexure 3.

Detailed Rationale

Infomerics Ratings has reaffirmed and simultaneously withdrawn the outstanding rating of Bank facilities of Shraddha Energy & Infraprojects Private Limited (SEIPL). The above action has been taken at the request of the company and 'No Objection Certificate' received from its lender, Karnataka Bank Limited and Saraswat Co-operative Bank Limited, which had extended the facilities rated by Infomerics. The rating is withdrawn in accordance with Infomerics' Policy on Withdrawal of ratings.

The ratings continue to derive comfort from experienced promoters and management team, diversified revenue stream. However, these rating strengths remain constrained by moderate coverage metrics, moderate scale of operations and capital structure, working capital intensive operations and susceptibility of profitability to volatility in material prices.



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The outlook is stable due to increase in business revenue and profitability also promoters experience in Sugar industry

Key Rating Sensitivities:

Upward Factors

- Significant improvement in scale of operations and profitability leading to improvement in cash accruals on a sustained basis.
- Significant improvement in capital structure and debt protection metrics.

Downward Factors

- Substantial decline in operating income also adversely impacting profitability.
- Any substantial stretch in the operating cycle impacting the liquidity of the business

List of Key Rating Drivers with Detailed Description

Key Rating Strengths

Experienced promoters and management team

SEIPL, promoted by Mr. Shivaji Bhagwanrao Jadhav in 1986, is the flagship company of Shraddha group. The company is engaged in the business of sugar manufacturing, co-generation from Sugar Unit and construction work related to dams, barrages lift irrigation, etc and power generation through wind energy

Diversified revenue streams

SEIPL is operating across three segments viz. sugar, construction and renewable power (windmill). The diversified cash flows from these segments shields the company from any risk arising out of any industry specific developments.



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Key Rating Weaknesses

Moderate coverage metrics

The coverage metrics of the company as reflected by the interest coverage & DSCR stand modest at 3.15x & 0.96x in FY24 (refers to period from April 01, 2023, to March 31, 2024) improving from 2.54x & 1.03x in FY23 (refers to period from April 01, 2022, to March 31, 2023) on account of repayment of debt obligations of the company.

Moderate scale of operations and capital structure

SEIPL has moderate scale of operations as reflected by a total income of Rs 296.90 crore in FY24 declining from Rs 407.59 crore in FY23 on account of lower realization of orders. The company has recorded Rs. 18.04 crore PAT in FY24 which was lower than FY23 PAT of Rs. 28.91 crore. The profitability ratios have increased compared to previous year includes EBITDA margin 21.65% in FY24 (17.62% in FY23) and PAT margin 6.08% in FY24 (7.09% in FY23). Overall gearing ratio and TOL/TNW has improved from 0.93x and 1.78x respectively as on March 31, 2023, to 0.75x and 1.24x respectively as on March 31, 2024, due to increase in adjusted tangible networth of the company from Rs. 204.85 crore as on March 31, 2023, to Rs. 325.43 crore as on March 31, 2024, and total debt has increased from Rs. 191.39 crore as on March 31, 2023, to Rs. 243.66 crore as on March 31, 2024.

Working capital intensive operations

As sugar is an agro-based commodity, with sugarcane primarily crushed between November and April, inventory tends to accumulate during the crushing season and is gradually sold off until the next season begins. This leads to higher inventory holding costs and increased working capital requirements. Although the company's operating cycle improved, it remained stretched at 124 days in FY24, compared to 98 days in FY23.

Susceptibility of profitability to volatility in material prices

Sugarcane and the other by products manufactured by the company remain extremely sensitive to fluctuations to commodity prices thereby impacting the overall revenue and profitability profile of the company. Cane production is highly dependent on the monsoons and realizations in alternative crops such as rice and wheat, which may prompt farmers to switch



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to sowing other crops. However, revenue from other segments, support the overall operating profitability.

Analytical Approach: Standalone

Applicable Criteria:

[Rating Methodology for Manufacturing Companies](#)

[Financial Ratios & Interpretation \(Non- Financial Sector\)](#)

[Criteria on assigning rating outlook](#)

[Policy on Withdrawal Rating](#)

[Policy on Default Recognition](#)

[Complexity Level of Rated Instruments/Facilities](#)

Liquidity – Adequate

The company had adequate cash accruals of Rs. 41.72 crore to pay its debt obligations of Rs. 35.71 crore during FY24. The average cash credit utilisation from all the banks stood at 52.51% for the last 12-month period ended December 2024. The company had cash and cash equivalents amounting to Rs. 5.12 crore as on March 31, 2024.

About the Company

Shraddha Energy and Infraprojects Private Limited (SEIPL) was incorporated on December 15, 2004. The company is based out of Pune, Maharashtra and involved diverse activities viz. construction of infrastructure projects, operating of sugar mill and windmill projects. The company has class 1 registration with multiple state public works departments and state irrigation departments/corporations. It has a sugar factory in Partur, Maharashtra with capacity of 2500 TCD. Apart from this, SEIPL has installed wind turbine generators at two sites one each in Maharashtra and Karnataka, with a total capacity of 52 MW.

Financials (Standalone):

For the year ended/ As on*	(Rs. crore)	
	31-03-2023	31-03-2024
	Audited	Audited
Total Operating Income	396.44	294.54
EBITDA	69.84	63.76



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PAT	28.91	18.04
Total Debt	191.39	243.66
Tangible Net Worth	393.12	411.16
EBITDA Margin (%)	17.62	21.65
PAT Margin (%)	7.09	6.08
Overall Gearing Ratio (x)	0.93	0.75
Interest Coverage (x)	2.54	3.15

* Classification as per Infomerics' standards.

Status of non-cooperation with previous CRA: CARE has migrated the ratings of Shraddha Energy & Infraprojects Private Limited in the 'Issuer not cooperating' category vide its press release dated May 14, 2025, due to non-availability of information and lack of cooperation.

Any other information: Nil

Rating History for last three years:

Sr. No.	Name of Security/Facilities	Current Ratings (Year 2025-26)			Rating History for the past 3 years		
		Type (Long Term/Short Term)	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2024-25	Date(s) & Rating(s) assigned in 2023-24	Date(s) & Rating(s) assigned in 2022-23
					Date (May 06, 2024)	Date (Month XX, 20XX)	Date (February 13, 2023)
1.	Long Term Fund Based Bank Facilities	Long Term	113.48 (Decreased from Rs. 153.23 crore)	IVR BB/Stable and Withdrawn	IVR BB/Stable	-	IVR BB/Stable
2.	Short Term Non-Fund Based Bank Facilities	Short Term	30.00	IVR A4 and Withdrawn	IVR A4	-	IVR A4
3.	Proposed Long Term Bank Facilities	Long Term	29.43	IVR BB/Stable and Withdrawn	IVR BB/Stable	-	-



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Analytical Contacts:

Name: Jyotsna Gadgil

Tel: (020) 69015332

Email: jyotsna.gadgil@infomerics.com

About Infomerics:

Infomerics Valuation and Rating Ltd (Infomerics) [Formerly Infomerics Valuation and Rating Pvt. Ltd] was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI).

Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt instruments which helps corporates access to financial markets and provides investors credit ratings backed by in-depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks.

Infomerics has a pan India presence with Head Office in Delhi and Corporate Office at Mumbai, with branches in major cities and representatives in several locations.

Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

For more information and definition of ratings please visit www.infomerics.com.

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Annexure 1: Instrument/Facility Details

Name of Facility/ /Security	ISIN	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Cash Credit	-	-	-	-	40.00	IVR BB/Stable and Withdrawn
Property Overdraft	-	-	-	-	20.00	IVR BB/Stable and Withdrawn
Term Loan	-	-	-	July 2025	5.75	IVR BB/Stable and Withdrawn
Term Loan	-	-	-	June 2025	3.28	IVR BB/Stable and Withdrawn
Term Loan	-	-	-	February 2026	6.66	IVR BB/Stable and Withdrawn
Term Loan	-	-	-	February 2028	11.32	IVR BB/Stable and Withdrawn
Term Loan	-	-	-	May 2030	13.64	IVR BB/Stable and Withdrawn
Term Loan	-	-	-	June 2025	3.02	IVR BB/Stable and Withdrawn
Term Loan	-	-	-	July 2025	1.57	IVR BB/Stable and Withdrawn
Term Loan	-	-	-	July 2030	5.78	IVR BB/Stable and Withdrawn
Term Loan	-	-	-	July 2030	2.46	IVR BB/Stable and Withdrawn
Bank Guarantee	-	-	-	-	30.00	IVR A4/Stable and Withdrawn
Proposed	-	-	-	-	29.43	IVR BB/Stable and Withdrawn

Annexure 2: Facility wise lender details

<https://www.infomerics.com/admin/prfiles/len-SEIPL-18jun25.pdf>



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Annexure 3: Detailed explanation of covenants of the rated Security/facilities: Not Applicable

Annexure 4: List of companies considered for consolidated/Combined analysis: Not Applicable

Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at www.infomerics.com.