



Press Release

Universal Starch Chem Allied Limited

May 12, 2025

Ratings:

Facilities	Amount (Rs. crore)	Ratings	Previous Rating	Rating Action	Complexity Indicator
Long Term Bank Facilities	54.87	IVR BB/Negative; (INC) (IVR Double B with negative outlook; ISSUER NOT COOPERATING*)	IVR BB+ / Negative; (INC) (IVR Double B Plus with Negative Outlook; ISSUER NOT COOPERATING*)	Rating downgraded and continued under; ISSUER NOT COOPERATING category	Simple
Short Term Bank Facilities	15.40	IVR A4; (INC) (IVR A Four; ISSUER NOT COOPERATING*)	IVR A4+; (INC) (IVR A Four Plus; ISSUER NOT COOPERATING*)	Rating downgraded and continued under; ISSUER NOT COOPERATING category	Simple
Total	Rs. 70.27	(Rupees Seventy Crore and Twenty-Seven Lakhs Only)			

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

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 downgraded its ratings on the bank facilities of Universal Starch Chem Allied Limited and continued it under 'Issuer not cooperating' category. The rating downgrade reflects lack of adequate information and the uncertainty around its credit risk. Infomerics assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy.

The 'Negative' outlook reflects the risk related to the rating on account of non-availability of information.

The lenders, investors and other market participants are, thus, advised to exercise appropriate caution while using this rating as this rating may not adequately reflect the credit risk profile of the entity.



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Non-cooperation by Issuer

Infomerics has been regularly following up with the company to provide the required data to monitor its assigned rating to the bank facilities, vide mail communications dated March 11, 2025, March 17, 2025, March 21, 2025, April 02, 2024, April 18, 2025 & April 28, 2025 and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted the requested information for monitoring the ratings.

Accordingly, the long-term & short-term ratings of the bank loan facilities aggregating to Rs. 70.27 crore of Universal Starch Chem Allied Limited is continued under the 'ISSUER NOT COOPERATING' category by Infomerics and the ratings is downgraded at 'IVR BB; ISSUER NOT COOPERATING' with Negative Outlook, while short-term rating downgraded at IVR A4; 'ISSUER NOT COOPERATING' basis on best available information.

Analytical Approach: Standalone

Applicable Criteria:

[Policy on Issuer Not-Cooperating](#)

[Rating methodology for Manufacturing companies](#)

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

[Criteria for assigning outlook](#)

[Policy on Default Recognition](#)

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

About the Company

Universal Starch Chem Allied Limited (USCAL), was incorporated in 1973 by Mr. Jitendrasinh Rawal and family. It is engaged in manufacturing maize starch at its facility located at Dhule, Maharashtra. The company is engaged in wet milling of maize for manufacturing of maize starch and other by-products which finds applications in textile, processed foods, pharmaceuticals, chemical, paper and other industries. Additionally, processed maize also yields gluten, germ seed and fibre. Gluten finds application in animal feed industry. Fiber is used as cattle feed. Germ is used in the extraction of corn oil. Further, the company has



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diversified its product portfolio in new value-added product such as Maize Oil & liquid glucose
Company has installed capacity of 500 MT per day of maize crushing.

Financials (Standalone):

(Rs crore)

For the year ended / As on	31-03-2023	31-03-2024
Particulars	Audited	Audited
Total Operating Income	518.72	530.23
EBITDA	20.29	23.21
PAT	5.90	6.99
Total Debt	60.25	54.61
Tangible Net worth	64.24	66.57
EBITDA Margin (%)	3.91	4.38
PAT Margin (%)	1.14	1.32
Overall Gearing Ratio (x)	0.94	0.72
Interest Coverage (x)	2.86	2.83

*Classification as per Infomerics standards

Status of non-cooperation with previous CRA: Nil

Any other information: Nil

Rating History of last three years:

Sr. No.	Name of Instrument/Facilities	Current Ratings (Year 2025-26)			Rating History for the past 3 years		
		Type	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
						March 13, 2024	February 02, 2023
1.	Long Term Bank Facilities	Long Term	54.87	IVR BB/ Negative; ISSUER NOT COOPERATING*	-	IVR BB+ / Negative; ISSUER NOT COOPERATING*	IVR BBB- / Stable



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Sr. No.	Name of Instrument/Facilities	Current Ratings (Year 2025-26)			Rating History for the past 3 years		
		Type	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
2.	Short Term Bank Facilities	Short Term	15.40	IVR A4; ISSUER NOT COOPERATING*	-	IVR A4+; ISSUER NOT COOPERATING *	IVR A3

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

Name and Contact Details of the Analytical department:

Name: Mithun Vyas

Tel: (079) 40393043

Email: mithun.vyas@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.



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For more information visit www.infomerics.com.

Disclaimer: Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information, which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.

Annexure 1: Details of Facilities

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. crore)	Rating Assigned/ Outlook
Long Term Bank Facilities – Term Loans	-	-	July 2026	22.87	Long Term Bank Facilities
Long Term Bank Facilities	-	-	-	32.00	IVR BB/Negative; ISSUER NOT COOPERATING*
Short Term Bank Facilities	-	-	-	15.40	IVR A4/; ISSUER NOT COOPERATING*

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

Annexure 2: Facility wise lender details: Not Available

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 based on complexity and a note thereon is available at <https://infomerics.com>