



Press Release

Sir Shadi Lal Enterprises Limited

December 17, 2024

Ratings

Facilities	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	97.76	IVR B/Negative/INC* (IVR Single B with Negative Outlook; ISSUER NOT COOPERATING)	IVR B/Negative/INC* (IVR Single B with Negative Outlook; ISSUER NOT COOPERATING)	Reaffirmed and continued under ISSUER NOT COOPERATING category	Simple
Total	97.76	Rupees Ninety-Seven Crore and Seventy-Six Lakhs Only			

* ISSUER NOT COOPERATING; Based on best available information

Details of Facilities are in Annexure-1

Facilities wise lender details are at Annexure-2

Detailed explanation of covenants is at Annexure-3

Ratings

The rating has been reaffirmed under 'ISSUER NOT COOPERATING' category due to non-submission of information and lack of management co-operation.

As per the board resolution passed by the board of directors dated December 10, 2024, approved a composite scheme of arrangement amongst Triveni Engineering & Industries Limited (Amalgamated company/Demerged Company), Sir Shadi Lal Enterprises Limited (Amalgamating Company) and Triveni Power Transmission Limited (Resulting Company).

Detailed Rationale

The rating revision is because of lack of adequate information regarding Sir Shadi Lal Enterprises Limited performance and hence the uncertainty around its credit risk. Infomerics Valuation and Rating Private Limited (IVR) assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy.

IVR took up with issuer to provide required information vide multiple E-mail communications and through various telephonic calls. Despite the best efforts of IVR to get the minimum required information for a review, the entity has not provided the same. In the absence of adequate information from the entity, IVR is unable to assess the entity's financial performance and its ability to service its debt and maintain a valid rating. Hence, on account of inadequate information, IVR is unable to assess the entity's financial performance and its ability to service



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its debt and maintain a valid rating. Accordingly, the lenders, investors and other users of this rating are requested to exercise adequate caution while using this rating as this rating may not adequately reflect the current credit risk profile of the company.

Non-cooperation by Issuer

Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics has to assign the rating based on the best available information. Accordingly, the ratings for the bank loan facilities aggregating to Rs.97.76 crore of Sir Shadi Lal Enterprises Limited shall remain under 'ISSUER NOT COOPERATING' category by Infomerics and the rating is recommended as 'IVR B/Negative; ISSUER NOT COOPERATING' based on best available information.

Analytical Approach: Standalone

Applicable Criteria:

[Rating Methodology for Manufacturing Companies](#)
[Financial Ratios & Interpretation \(Non- Financial Sector\)](#)
[Guidelines on what constitutes Non-Cooperation by clients](#)
[Criteria for Assigning Rating Outlook](#)
[Policy on default recognition](#)
[Complexity level of rated instrument/Facilities](#)

About the Company

Sir Shadi Lal Enterprises Limited was established as a Corporate Body in the year 1933 under the name "The Upper Doab Sugar Mills Limited" by the Rt. Hon'ble Sir Shadi Lal. The name of company was changed to Sir Shadi Lal Enterprises Limited in the year 1982. At present the Company has two manufacturing units comprising of one sugar unit namely Upper Doab Sugar Mills, Shamli, District - Shamli, Uttar Pradesh - 247776 and one distillery unit Shamli Distillery & Chemical Works, Shamli, District - Shamli, Uttar Pradesh – 247776. The vision of the company is to establish an integrated sugar complex that would include the manufacture of sugar, industrial & potable alcohol, ethanol, co-generation facilities and other related products. The Company is member of the various sugar association, distillery associations and other associations relevant to their operations.

Financials (Standalone):



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(Rs. crore)

For the year ended*/As on	31-03-2023	31-03-2024
	Audited	Audited
Total Operating Income	552.39	482.15
EBIDTA	-10.01	4.75
PAT	-29.62	-9.19
Total Debt	88.52	55.14
Tangible Net worth	-224.40	-233.15
EBIDTA Margin (%)	-1.81	0.99
PAT Margin (%)	-5.36	-1.90
Overall Gearing Ratio (x)	-0.25	-0.08
Interest Coverage Ratio (x)	-1.10	1.09

**Classification as per Infomerics' standards*

Status of non-cooperation with previous CRA: Brickwork Ratings and CRISIL Ratings have continued the long term and short rating of the company under ISSUER NOT COOPERATING category on January 23, 2024 and July 29, 2024 respectively due to lack of adequate information to review the rating.

Any other information: Nil

Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Current Ratings (Year 2024-25)					Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2024-25 (December 12, 2024)	Date(s) & Rating(s) assigned in 2024-25 (June 24, 2024)	Date(s) & Rating(s) assigned in 2023-24 (February 07, 2024)	Date(s) & Rating(s) assigned in 2023-24 (October 19, 2023)	Date(s) & Rating(s) assigned in 2022-23 (September 30, 2022)
1.	Fund Based	Long Term	97.76	IVR B/Negative/INC	IVR B/Negative/ INC	IVR B+/Stable	IVR B+/RWDI	IVR B+/Stable	IVR B+/Stable

Name and Contact Details of the Rating Analyst:

Name: Om Prakash Jain



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Tel: (011) 45579024
Email: opjain@infomerics.com

About Infomerics:

Infomerics Valuation and Rating Private Ltd (Infomerics) 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 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



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Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Term Loan-I	-	-	December 2028	12.42	IVR B/Negative/INC
Term Loan-II	-	-	March 2026	7.04	IVR B/Negative/INC
Soft Loan	-	-	June 2024	12.00	IVR B/Negative/INC
Term Loan	-	-	March 2026	13.30	IVR B/Negative/INC
Cash Credit	-	-	-	16.00	IVR B/Negative/INC
Proposed Term Loan	-	-	-	27.00	IVR B/Negative/INC
Proposed Cash Credit	-	-	-	10.00	IVR B/Negative/INC

Annexure 2: Facility wise lender details.

<https://www.infomerics.com/admin/prfiles/len-SSLEL-dec24.pdf>

Annexure 3: Detailed explanation of covenants of the rated securities/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 <http://www.infomerics.com>.