



Press Release

Shah Nanji Nagsi Export Private Limited

July 25, 2022

Ratings

Facilities	Amount (Rs. crore)	Ratings	Rating Action	Complexity Indicator
Long Term/Short Term Bank Facilities	15.00	IVR BB; ISSUER NOT COOPERATING* (IVR Double B; ISSUER NOT COOPERATING)	Revised from IVR BB+/ Stable (IVR Double B Plus with Stable Outlook) and moved to ISSUER NOT COOPERATING category	Simple
Short Term Bank Facilities	55.00	IVR A4; ISSUER NOT COOPERATING (IVR A Four; ISSUER NOT COOPERATING)	Revised from IVR A4+ (IVR A Four Plus) and moved to ISSUER NOT COOPERATING category	Simple
Total	70.00 (Rupees Seventy crore only)			

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

Details of Facilities are in Annexure 1

Detailed Rationale

The revision in the ratings assigned to the bank facilities of Shah Nanji Nagsi Export Private Limited (SNNEPL) reflects lack of adequate information available, non-payment of annual surveillance fees 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 lender, 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.

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 email communications dated April 6, 2022, June 21, 2022, July 7, 2022, and concurrently over several phone calls. However,



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despite the repeated requests by Infomerics, the company's management has not submitted the requested information for monitoring the rating.

Availability of information is very critical in the rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics has to review the rating based on the best available information. Accordingly, the rating for the bank facilities of SNNEPL aggregating Rs.70.00 crore has been moved to the 'ISSUER NOT COOPERATING' category by Infomerics.

Analytical Approach: Standalone

Applicable Criteria:

[Guidelines on what constitutes Non-Cooperation by Clients](#)

[Rating Methodology for Trading Companies](#)

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

About the Company

Shah Nanji Nagsi Exports Private Limited (SNNEPL) was initially started in November 1919 as a proprietorship concern by Late Mr. Nagsi Hirji Shah at Anaz Bazar, Itwari, Nagpur, Maharashtra, India. The firm was reconstituted as a private limited company on May 20, 1997. The company was majorly engaged in export trading of non-basmati Rice however the company has recently sold its rice division. The company will now only focus on imports popcorn and pulses and sell it in the local market under its brand. SNNEPL is a Two Star Trading House recognized by the Government of India. The operation of the company is currently managed by Mr. Sudhir Shah, Mr. Ashwin Shah & Mr. Javan Shah in the capacity of directors of the company

Financials (Standalone):

(Rs. crore)

For the year ended*	31-03-2019	31-03-2020
	Audited	Audited
Total Operating Income	386.98	412.99
EBITDA	9.54	10.35
PAT	1.07	2.98
Total Debt	55.00	54.86
Tangible Net worth	19.45	22.35
EBITDA Margin(%)	2.47	2.51
PAT Margin(%)	0.28	0.72
Overall Gearing Ratio (x)	2.83	2.46



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*Classification as per Infomerics' standards

Status of non-cooperation with previous CRA: Nil

Any other information: Nil

Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Current Ratings (Year 2022-23)			Rating History for the past 3 years			
		Type	Amount outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2021-22		Date(s) & Rating(s) assigned in 2020-21	Date(s) & Rating(s) assigned in 2019-20 (January 20,2020)
					(May 5,2021)	(April 19,2021)		
1.	Packaging Credit/Cash Credit	Long/Short Term	15.00	IVR BB; ISSUER NOT COOPERATING	IVR BB+/Stable	IVR BB+ (ISSUER NOT COOPERATING)		IVR BB+ Stable
2.	Packaging Credit	Short Term	55.00	IVR A4; ISSUER NOT COOPERATING	IVR A4+			

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

Name and Contact Details of the Rating Analyst:

Name: Mr. Parth Mehta Tel: (079) 40393043 Email: parth.mehta@infomerics.com	Name: Mr. Amit Bhuwania Tel: (022) 62396023 Email: amit.bhuwania@infomerics.com
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About Infomerics:

Infomerics was founded in the year 1986 by a team of highly experienced and knowledgeable finance professionals. Subsequently, after obtaining Securities Exchange Board of India registration and RBI accreditation and the activities of the company are extended to External Credit Assessment Institution (ECAI).

Adhering to best International Practices and maintaining high degree of ethics, the team of knowledgeable analytical professionals deliver credible evaluation of rating.



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Infomerics evaluates wide range of debt instruments which helps corporates open horizons to raise capital and provides investors enlightened investment opportunities. The transparent, robust and credible rating has gained the confidence of Investors and Banks.

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

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, suspend 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 / Short Term Bank Facilities – Cash Credit/Packing Credit	-	-	-	15.00	IVR BB; ISSUER NOT COOPERATING*
Short Term Bank Facilities – Packing Credit	-	-	-	55.00	IVR A4; ISSUER NOT COOPERATING

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

Annexure 2: List of companies considered for consolidated analysis: Not Applicable

Annexure 3: Facility wise lender details: Not available

Annexure 4: Detailed explanation of covenants of the rated instrument/facilities: Not Applicable



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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.