



Press Release

Shree Hari Agro Industries Limited

December 17, 2024

Ratings

Instrument / Facility	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Facilities	25.32	IVR BB-; Negative, ISSUER NOT COOPERATING* (IVR Double B Minus with Negative Outlook; ISSUER NOT COOPERATING* Category)	IVR BB; Negative, ISSUER NOT COOPERATING* (IVR Double B with Negative Outlook; ISSUER NOT COOPERATING* Category)	Downgraded and continued under ISSUER NOT COOPERATING Category	Simple
Short Term Facilities	10.00	IVR A4; ISSUER NOT COOPERATING* (IVR A Four; ISSUER NOT COOPERATING* Category)	IVR A4; ISSUER NOT COOPERATING* (IVR A Four; ISSUER NOT COOPERATING* Category)	Reaffirmed and continued under ISSUER NOT COOPERATING Category	Simple
Total	35.32 (Rupees Thirty-Five Crore and Thirty-Two Lakh 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

The downgrade in the ratings assigned to the bank facilities of Shree Hari Agro Industries Limited (SHAIL) 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.



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Non-cooperation by Issuer

Infomerics has been regularly following up with the company to provide the required data & NDS to monitor its assigned rating to the bank facilities, vide mail communications dated October 01, 2024, October 07, 2024, October 22, 2024, October 29, 2024 and November 18, 2024 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 rating.

Availability of information is very critical in 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 long-term ratings of the bank loan facilities aggregated to Rs.25.32 crore and short-term ratings of the bank loan facilities aggregating to Rs. 10.00 crore shall be continued to the 'ISSUER NOT COOPERATING' category by Infomerics and the ratings will be at 'IVR BB-; 'ISSUER NOT COOPERATING' with Negative Outlook for long term bank facilities and IVR A4; ISSUER NOT COOPERATING' for short term bank facilities, based on best available information. 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.

Analytical Approach: Consolidated

Infomerics has combined the financial risk profiles of SHAIL, Data Ingenious Global Limited, Ritika Vegetable Oil Private Limited and Babulal Edible Oils Private Limited, commonly referred as Data Group, as these entities are run under a common management, have operational and financial linkages and cash flow fungibility.

The extent of consolidation is full.

Applicable Criteria:

[Policy on issuer not cooperating](#)

[Rating Methodology for Manufacturing Companies](#)

[Consolidation of Companies](#)

[Criteria of assigning Rating Outlook](#)

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

[Policy on Default Recognition and Post-Default Curing Period](#)



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

About the Group

Rajasthan based 'Data Group' established by Late Mr. Pyare Lal Ji Data in 1940, is now managed by Data family, including Mr. Babu Lal Data, Mr. Ajay Data, and Mr Deepak Data, the directors and promoters in the companies of Data group. The group collectively is engaged in manufacturing, processing, and trading of edible oils including vanaspati oil, mustard oil etc., Information Technology and agriculture.

About the Company

SHAIL was incorporated in the year 1995. SHAIL is engaged in manufacturing and processing of edible oil, refines oil from crude and vanaspati oil using M-tech and Alpha technologies. It has its office and manufacturing/ processing unit in Jaipur, Rajasthan with an installed capacity of 1.2 lakh MTPA.

Financials (Consolidated):

(Rs. crore)		
For the year ended / As On*	31-03-2020 (Audited)	31-03-2021 (Provisional)
Total Operating Income	705.43	1097.46
EBITDA	12.68	23.28
PAT	6.71	13.02
Total Debt	44.15	75.03
Adjusted Tangible Net worth	48.58	76.08
Ratios		
EBITDA Margin (%)	1.80	2.12
PAT Margin (%)	0.95	1.18
Overall Gearing Ratio (x) (Adjusted)	0.91	0.99
Interest Coverage (x)	2.40	3.75

*Classification as per Infomerics' standards

Financials (Standalone):

(Rs. crore)		
For the year ended / As On*	31-03-2020 (Audited)	31-03-2021 (Provisional)
Total Operating Income	374.95	538.18
EBITDA	1.20	3.72



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For the year ended / As On*	31-03-2020 (Audited)	31-03-2021 (Provisional)
PAT	1.26	1.87
Total Debt	18.77	41.09
Adjusted Tangible Net worth	16.73	18.60
Ratios		
EBITDA Margin (%)	0.32	0.69
PAT Margin (%)	0.33	0.35
Overall Gearing Ratio (x) (Adjusted)	1.12	2.21
Interest Coverage (x)	0.94	2.01

*Classification as per Infomerics' standards

Status of non-cooperation with previous CRA: Acuite Ratings in its press release published on December 02, 2024, has continued the ratings of SHAIL's bank facilities in the Issuer Not Cooperating category on account of non-submission of relevant information.

Any other information: Nil

Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Current Ratings (Year 2023-24)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2021-22 (November 29, 2023)	Date(s) & Rating(s) assigned in 2021-22 (October 27, 2022)	Date(s) & Rating(s) assigned in 2021-22 (September 21, 2021)
1.	Cash Credit	Long Term	20.00	IVR BB-; Negative, ISSUER NOT COOPERATING* Category	IVR BB; Negative, ISSUER NOT COOPERATING* Category	IVR BB+; ISSUER NOT COOPERATING* Category	IVR BBB/ Stable
2.	Term Loan	Long Term	2.17	IVR BB-; Negative, ISSUER NOT COOPERATING* Category	IVR BB; Negative, ISSUER NOT COOPERATING* Category	IVR BB+; ISSUER NOT COOPERATING* Category	IVR BBB/ Stable
3.	GECL	Long Term	3.15	IVR BB-; Negative, ISSUER NOT COOPERATING* Category	IVR BB; Negative, ISSUER NOT COOPERATING* Category	IVR BB+; ISSUER NOT COOPERATING* Category	IVR BBB/ Stable
4.	EPC	Short Term	10.00	IVR A4; ISSUER NOT	IVR A4; ISSUER NOT	IVR A4+; ISSUER NOT	IVR A3+



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				COOPERATING * Category	COOPERATING * Category	COOPERATING * Category	

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

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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 and definition of ratings please visit www.infomerics.com.



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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	ISIN	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Cash Credit	-	-	-	-	20.00	IVR BB-; Negative, ISSUER NOT COOPERATING * Category
Term Loan	-	-	-	January 2026	2.17	IVR BB-; Negative, ISSUER NOT COOPERATING * Category
GECL	-	-	-	January 2025	3.15	IVR BB-; Negative, ISSUER NOT COOPERATING * Category
EPC	-	-	-	-	10.00	IVR A4; ISSUER NOT COOPERATING * Category

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

Annexure 2: Facility wise lender details: Not Applicable



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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 analysis:

Name of the entities	Consolidated Approach
Babulal Edible Oils Private Limited	Full Consolidation
Data Ingenious Global Limited	Full Consolidation
Shree Hari Agro Industries Limited	Full Consolidation
Ritika Vegetable Oil Private Limited	Full Consolidation

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.