



Press Release

Shree Hari Agro Industries Limited

November 29, 2023

Ratings

Facilities	Amount (Rs. crore)	Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	25.32	IVR BB; Negative, ISSUER NOT COOPERATING* (IVR Double B; ISSUER NOT COOPERATING*)	Revised and continued under ISSUER NOT COOPERATING* category	Simple
Short Term Bank Facilities	10.00	IVR A4; ISSUER NOT COOPERATING* (IVR A Four Plus; ISSUER NOT COOPERATING*)	Revised and continued under ISSUER NOT COOPERATING* category	
Total	35.32 (Rupees Thirty-Five crore and Thirty-Two lakh 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 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 September 14, 2023, September 18, 2023, September 25, 2023, October 9, 2023, October 16, 2023, October 30, 2023, and November 10, 2023, 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 ratings for the bank facilities of SHAIL aggregating Rs.35.32 crore has been continued to the 'ISSUER NOT COOPERATING' category by Infomerics.

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:

[Criteria on consolidation of companies](#)

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

[Rating methodology for Manufacturing companies](#)

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

[Criteria of assigning rating outlook](#)

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.



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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

*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
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

*Classification as per Infomerics' standards



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Status of non-cooperation with previous CRA: Acuite Ratings in its press release published on September 04, 2023, has classified the ratings of SHAIL in the Issuer Not Cooperating status 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 (October 27, 2022)	Date(s) & Rating(s) assigned in 2021-22 (September 21, 2021)	Date(s) & Rating(s) assigned in 2020-21
1.	Cash Credit	Long Term	20.00	IVR BB; Negative, ISSUER NOT COOPERATING*	IVR BB+; ISSUER NOT COOPERATING*	IVR BBB/ Stable	-
2.	Term Loan	Long Term	2.17	IVR BB; Negative, ISSUER NOT COOPERATING*	IVR BB+; ISSUER NOT COOPERATING *	IVR BBB/ Stable	-
3.	GECL	Long Term	3.15	IVR BB; Negative, ISSUER NOT COOPERATING*	IVR BB+; ISSUER NOT COOPERATING *	IVR BBB/ Stable	-
4.	EPC	Short Term	10.00	IVR A4; ISSUER NOT COOPERATING *	IVR A4+; ISSUER NOT COOPERATING *	IVR A3+	-

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

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About Infomerics:



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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.

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
Cash Credit	-	-	-	20.00	IVR BB; Negative, ISSUER NOT COOPERATING*
Term Loan	-	-	January 2026	2.17	IVR BB; Negative, ISSUER NOT COOPERATING*
GECL	-	-	January 2025	3.15	IVR BB; Negative, ISSUER NOT COOPERATING*



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EPC	-	-	-	10.00	IVR A4; ISSUER NOT COOPERATING*
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**Issuer did not cooperate; based on best available information*

Annexure 2: List of companies considered for consolidated analysis:

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

Annexure 3: Facility wise lender details: Not applicable

Annexure 4: Detailed explanation of covenants of the rated instrument/facilities: 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.