



Press Release

Sustainable Agro- Commercial Finance Limited (SACFL)

October 15, 2024

Ratings

Instrument / Facility	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	130.90	IVR D; ISSUER NOT COOPERATING* (IVR D; Issuer Not Cooperating) *	IVR D; ISSUER NOT COOPERATING* (IVR D; Issuer Not Cooperating) *	Rating reaffirmed and continued under ISSUER NOT COOPERATING Category	Simple
Proposed Term Loans / Proposed NCD	69.10	IVR D; ISSUER NOT COOPERATING* (IVR D; Issuer Not Cooperating) *	IVR D; ISSUER NOT COOPERATING* (IVR D; Issuer Not Co-operating*)	Rating reaffirmed and continued under ISSUER NOT COOPERATING Category	Simple
Total	200.00 (INR Two hundred crores 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 has reaffirmed the ratings of SACFL and continued under 'Issuer Not Cooperating' category due to lack of adequate information, non-payment of annual surveillance fees and the uncertainty around its credit risks. Infomerics assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy.

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.

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 and proposed NCD, vide mail



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communications dated September 13, 2024, September 20, 2024, September 21, 2024, and October 7, 2024, concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted the essential details/information for surveillance exercise.

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 assign the rating based on the best available information. Accordingly, the long-term rating for the bank facilities of SACPL aggregating to Rs.130.90 crore and proposed bank facilities / Proposed NCD of SACPL aggregating to Rs.69.10 crore has been reaffirmed at IVR D and continued under ISSUER NOT COOPERATING category by Infomerics.

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.

Applicable Criteria:

[Rating Methodology for Financial Institutions/NBFCs](#)

[Criteria of Rating Outlook](#)

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

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

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

[Policy on issuer not cooperating](#)

About the Company

Sustainable Agro-Commercial Finance Limited (SAFL) is the one of the first NBFC in India providing Agri loans with a wide and diverse range of financing options for almost every need of agricultural activity. SAFL only finances products which results in increased farm productivity and improvement in the lifestyle of farmers. The lending is in the nature of Asset Financing and only the equipment/asset financed would generally be held as Security.

SAFL is promoted by Jain Irrigation system Ltd (JISL), Jalgaon with IFC-Washington and Mandala Capital Ltd as an anchor investor.

Financials (Standalone):



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			(Rs. crore)
For the year ended/ As on*	31-03-2018	31-03-2019	
	Audited	Audited	
Total operating Income	53.41	57.38	
PAT	7.53	5.49	
Tangible Net Worth	157.18	162.60	
Total AUM	343.87	314.44	
Ratios			
NIM (%)	10.52	9.80	
ROTA (%)	3.00	2.43	
Interest Coverage (times)	1.42	1.15	
Total CRAR (%)	51.27	52.10	
Gross NPA (%)	2.89	2.96	
Net NPA (%)	2.18	2.26	

* Classification as per Infomerics' standards.

Status of non-cooperation with previous CRA:

CARE has classified the ratings of company under Issuer not cooperating category vide press release dated May 29,2024 due to non-availability of relevant information.

Any other information: Not Applicable

Rating History for last three years:

Sr. No.	Name of Security/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 2023-24	Date(s) & Rating(s) assigned in 2022-23	Date(s) & Rating(s) assigned in 2021-22
					October 19,2023	October 12, 2022	September 15,2021
1.	Cash Credit	Long Term	15.00	IVR D; Issuer Not Cooperating	IVR D; Issuer Not Cooperating	IVR D; Issuer Not Cooperating	IVR D; Issuer Not Cooperating
2.	Term Loans	Long Term	115.90	IVR D; Issuer Not Cooperating	IVR D; Issuer Not Cooperating	IVR D; Issuer Not Cooperating	IVR D; Issuer Not Cooperating
3.	Proposed Term loans / Proposed NCD	Long Term	69.10	IVR D; Issuer Not Cooperating	IVR D; Issuer Not Cooperating	IVR D; Issuer Not Cooperating	IVR D; Issuer Not Cooperating



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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.

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.



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Annexure 1: Instrument/Facility Details

Name of Facility/ /Security	ISIN	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Listing Status	Rating Assigned/ Outlook
Long term Bank facilities- Cash Credit	-	-	-	-	15.00	-	IVR D; Issuer Not Cooperating
Long term Bank facilities- Term Loan	-	-	-	Up to 31 st January 2024	115.90	-	IVR D; Issuer Not Cooperating
Proposed Term loan /NCD	-	-	-	-	69.10	Unlisted	IVR D; Issuer Not Cooperating

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 on the basis of complexity and a note thereon is available at www.infomerics.com.