



Press Release

Simon India Limited

January 31, 2025

Ratings

Facilities	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	100.00	IVR B/ Negative/ INC* (IVR Single B with Negative Outlook/ ISSUER NOT COOPERATING)	IVR B+/ Negative/ INC* (IVR Single B Plus with Negative Outlook/ ISSUER NOT COOPERATING)	Rating Downgraded and continues under ISSUER NOT COOPERATING Category	Simple
Total	100.00	Rupees Hundred Crore 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 downgraded under 'ISSUER NOT COOPERATING' category due to non-submission of information and lack of management co-operation.

Detailed Rationale

The rating revision is because of lack of adequate information regarding Simon India Limited (SIL) 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 has rated the bank loan facilities of Simon India Limited (SIL) on December 22nd, 2023. Despite close follow up through telephone calls and mails dated December 30th, 2024, January 8th, 2025, and January 24th, 2025, and concurrently over several phone calls for submission required information for review and failure to submit minimum required information for a review is considered as an act of non-cooperation. In the absence of adequate information from the company, IVR is unable to assess the company's financial performance and its ability to service 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.



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Based upon the same, Infomerics Ratings (IVR) has downgraded the long-term rating to IVR B/ Negative, under ISSUER NOT COOPERATING.

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 long-term rating for the bank loan facilities of SIL aggregating to Rs. 100.00 crore have been downgraded under 'ISSUER NOT COOPERATING' category by Infomerics and the long-term rating to be noted as IVR B/ Negative; ISSUER NOT CO-OPERATING; based on best available information.

Analytical Approach: For arriving at the ratings, IVR has analysed SIL's credit profile by considering the standalone financial statements of the company.

Applicable Criteria:

[Rating Methodology for Infrastructure 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

Simon India Ltd (SIL) began operations as a 50:50 JV company between Zuari Industries Ltd (ZIL) and Simon Carves of UK in the year 1995 with a view to provide EPC and project management services to process industries. Simon Carves sold its shareholding to ZIL in the year 2003 and since then, SIL has been a 100% owned subsidiary of ZIL until its demerger, when the shareholding got transferred to Zuari Global Limited (ZGL). SIL offers technology, basic engineering, detailed engineering, project management, procurement, and construction services as well as execution of projects on a lump sum turnkey basis. It operates in several sectors, primarily fertilizers, petrochemicals, oil & gas, etc. SIL has executed projects for reputed customers such as Saudi Basic Industries Corporation 3 (SABIC), Indian Farmers' Fertilisers Cooperative (IFFCO), Waterleau, KLJ Group, Hindustan Zinc, etc.) in the fertilizers and chemicals segment.



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Financials (Standalone):

(Rs. crore)

For the year ended*/As on	31-03-2019	31-03-2020
	Audited	Provisional
Total Operating Income	251.68	84.03
EBIDTA	-15.77	-28.01
PAT	-7.00	-19.03
Total Debt	17.66	53.60
Tangible Net worth	83.15	78.35
EBIDTA Margin (%)	-6.27	-33.33
PAT Margin (%)	-2.69	-20.73
Overall Gearing Ratio (x)	0.21	0.68
Interest Coverage Ratio (x)	-8.54	-7.64

*Classification as per Infomerics' standards

Status of non-cooperation with previous CRA: None

Any other information: Nil

Rating History for last three years:

Sr. No.	Type 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 2023-24 (December 22, 2023)	Date(s) & Rating(s) assigned in 2022-23 (November 17, 2022)	Date(s) & Rating(s) assigned in 2021-22 (August 24, 2021)
1.	Non-Fund Based	Long Term	100.00	IVR B/ Negative/ INC	IVR B+/ Negative/ INC	IVR BB-/INC	Supported: IVR BB+ (CE) /INC Unsupported: IVR BB/ INC

Name and Contact Details of the Rating Analyst:

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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



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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

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Bank Guarantee	-	-	-	100.00	IVR B/Negative/INC

Note: The tenure of BG is more than one year.

Annexure 2: Facility wise lender details:

<https://www.infomerics.com/admin/prfiles/len-simon-jan25.pdf>

Annexure 3: Detailed explanation of covenants of the rated instrument/facilities: Not Applicable.

Annexure 4: List of companies considered for consolidated analysis: 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 <http://www.infomerics.com>.