

Sri Annapoorna Enterprises

May 04, 2021

Ratings

Facilities / Instruments	Amount (Rs. crore)	Rating ¹	Rating Action
Long Term Bank Facilities	8.50	CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Total Facilities	8.50 (Rs. Eight Crore and Fifty Lakhs Only)		

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated April 23, 2020, placed the rating(s) of Sri Annapoorna Enterprises (SAE) under the 'issuer non-cooperating' category as SAE had failed to provide information for monitoring of the rating. SAE continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and an email dated May 2020 to April 16, 2021. In line with the extant SEBI guidelines, CARE has reviewed the rating on the basis of the best available information which however, in CARE's opinion is not sufficient to arrive at a fair rating.

Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating(s).

Detailed description of the key rating drivers

At the time of last rating on April 23, 2020 the following were the rating strengths and weaknesses

Key Rating Weakness

Delay in debt Servicing

SAE has been facing liquidity issues due to which the firm is unable to service the debt obligation. The banker has confirmed that the account has been classified as NPA.

Analytical Approach: Standalone

Applicable Criteria

[Policy in respect of Non-cooperation by issuer](#)

[Policy on Curing Period](#)

[CARE's Policy on Default Recognition](#)

[Financial ratios- Non-Financial Sector](#)

[Rating Methodology- Wholesale Trading](#)

About the Firm

Andhra Pradesh based, Sri Annapoorna Enterprises (SAE) was established in the year 2014 as a partnership firm by Mr. Hari Babu & Mrs. Jayasree. The company is engaged in the trading of tobacco. The company purchases tobacco from local farmers and traders, and sells the same to its clients located across Andhra Pradesh.

Brief Financials (Rs. crore)	FY16 (A)	FY17 (A)
Total operating income	25.52	26.10
PBILDT	1.08	1.40
PAT	0.27	0.30
Overall gearing (times)	1.48	1.46
Interest coverage (times)	1.50	1.41

A-Audited

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Rating History for last three years: Please refer Annexure-2

¹Complete definitions of the ratings assigned are available at www.careratings.com and in other CARE publications

*Issuer did not cooperate; Based on best available information

Annexure-1: Details of Instruments/Facilities

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Cash Credit	-	-	-	8.50	CARE D; ISSUER NOT COOPERATING*

*Issuer did not cooperate; Based on best available information

Annexure-2: Rating History of last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2021-2022	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019
1.	Fund-based - LT-Cash Credit	LT	8.50	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (23-Apr-20)	-	1)CARE B; Stable; ISSUER NOT COOPERATING* (13-Mar-19) 2)CARE B+ (17-Apr-18)

*Issuer did not cooperate; Based on best available information

Annexure-3: Detailed explanation of covenants of the rated instrument -Not Applicable**Annexure 4: Complexity level of various instruments rated for this Company**

Sr. No.	Name of the Instrument	Complexity Level
1.	Fund-based - LT-Cash Credit	Simple

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. This classification is available at www.careratings.com. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

Contact us

Media Contact

Mradul Mishra

Contact no. +91-22-6837 4424

Email ID – mradul.mishra@careratings.com

Analyst Contact

Mrs. P Shanti

Contact no: 040-67937417

Email: p.shanti@careratings.com

Business Development Contact

Mr. Ravi Babu

Contact no: 040-40102030

E-mail: ravi.babu@careratings.com

About CARE Ratings:

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Disclaimer

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