

HLN Enterprises

February 18, 2022

Ratings

Facilities/Instruments	Amount (Rs. crore)	Rating ¹	Rating Action
Short Term Bank Facilities	11.00	CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)	Rating moved to ISSUER NOT COOPERATING category
Total Bank Facilities	11.00 (Rs. Eleven Crore Only)		

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd has been seeking information from HLN Enterprise (HLN) to monitor the rating vide e-mail communications dated October 04, 2021, October 07, 2021, October 11, 2021, January 31, 2022 and February 08, 2022 among others and numerous phone calls. However, despite our repeated requests, the firm has not provided the requisite information for monitoring the ratings. In line with the extant SEBI guidelines, CARE Ratings Ltd has reviewed the rating on the basis of the best available information which however, in CARE Ratings Ltd 's opinion is not sufficient to arrive at a fair rating. The rating on HLN's bank facilities will now be denoted as CARE D; ISSUER NOT COOPERATING*.

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

The rating takes into account irregularity in debt servicing and classification of account as an NPA.

Detailed description of the key rating drivers

At the last time of rating on May 31, 2021; following was the rating weakness (updated based on lender feedback)

Key Rating Weaknesses

Irregularity in debt servicing – There are ongoing delays in debt servicing and the account has been classified as an NPA.

Analytical approach: Standalone

Applicable Criteria

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

[Policy on default recognition](#)

[Rating Methodology - Wholesale Trading](#)

[Financial Ratios-Non Financial Sector](#)

[Criteria for Short Term Instruments](#)

About the Firm

Veraval-based (Gujarat) HLN Enterprises (HLN) is a proprietorship firm established in 2008 by Mr. Lenin Augustin to export fish majorly to China and other countries. HLN procures fishes directly from fisherman, segregate fishes according to its size and type, freeze it and exports it from Pipavav Port (Gujarat) on demand to China, Vietnam, Thailand etc. HLN majorly exports Ribbon Fish which is available in Arabian Sea and highly demanded in China.

Brief Financials of HLN are as follows:

Brief Financials (Rs. crore)	FY20 (Prov.)	FY21 (A)	9MFY22 (Prov.)
Total operating income	6.09	NA	NA
PBILDT	0.71	NA	NA
PAT	0.26	NA	NA
Overall gearing (times)	4.38	NA	NA
Interest coverage (times)	1.59	NA	NA

A: Audited, Prov.: Provisional, NA – Not available

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.careedge.in and in other CARE publications

*Issuer did not cooperate; Based on best available information.

Covenants of rated instrument/facility: Please refer Annexure 3

Complexity level of various instruments rated for this Firm: Please refer Annexure 4

Annexure-1: Details of Instruments / Facilities

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - ST-PC/Bill Discounting		-	-	-	10.00	CARE D; ISSUER NOT COOPERATING*
Fund-based - ST-Standby Line of Credit		-	-	-	1.00	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 - ST-PC/Bill Discounting	ST	10.00	CARE D; ISSUER NOT COOPERATING*	1)CARE D (31-May-21)	1)CARE A4 (19-Oct-20)	-	-
2	Fund-based - ST-Standby Line of Credit	ST	1.00	CARE D; ISSUER NOT COOPERATING*	1)CARE D (31-May-21)	1)CARE A4 (19-Oct-20)	-	-

*Issuer did not cooperate; based on best available information

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

Annexure 4: Complexity level of various instruments rated for this company

Sr. No	Name of instrument	Complexity level
1	Fund-based - ST-PC/Bill Discounting	Simple
2	Fund-based - ST-Standby Line of Credit	Simple

Annexure 5: Bank Lender Details for this Company

To view the lender wise details of bank facilities please [click here](#)

Note on complexity levels of the rated instrument: CARE Ratings Ltd. has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for any clarifications.

Contact Us

Media Contact

Mr. Mradul Mishra
Contact No.: +91-22-6754 3573
Email ID – mradul.mishra@careedge.in

Analyst Contact

Ms. Shachee Vyas
Contact No.: +91-79-4026 5665
Email ID – shachee.tripathi@careedge.in

Relationship Contact

Mr. Deepak Purshottambhai Prajapati
Contact no.: +91794026 5656
Email ID – deepak.prajapati@careedge.in

About CARE Ratings Limited:

Established in 1993, CARE Ratings Ltd. is one of the leading credit rating agencies in India. Registered under the Securities and Exchange Board of India (SEBI), it has also been acknowledged as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). With an equitable position in the Indian capital market, CARE Ratings Limited provides a wide array of credit rating services that help corporates to raise capital and enable investors to make informed decisions backed by knowledge and assessment provided by the company.

With an established track record of rating companies over almost three decades, we follow a robust and transparent rating process that leverages our domain and analytical expertise backed by the methodologies congruent with the international best practices. CARE Ratings Limited has had a pivotal role to play in developing bank debt and capital market instruments including CPs, corporate bonds and debentures, and structured credit.

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