

## Shri Prabhulingeshwar Sugars & Chemicals Limited

July 03, 2024

| Facilities/Instruments     | Amount (₹ crore) | Rating <sup>1</sup>                      | Rating Action  |
|----------------------------|------------------|--|--|
| Long Term Bank Facilities  | 126.58           | CARE B+; Stable; ISSUER NOT COOPERATING* | Rating continues to remain under ISSUER NOT COOPERATING category |
| Short Term Bank Facilities | 80.00            | CARE A4; ISSUER NOT COOPERATING*         | Rating continues to remain under ISSUER NOT COOPERATING category |

Details of instruments/facilities in Annexure-1.

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

### Rationale and key rating drivers

CARE Ratings Ltd. had, vide its press release dated April 26, 2023, placed the rating(s) of Shri Prabhulingeshwar Sugars & Chemicals Limited (SPSCL) under the 'issuer non-cooperating' category as SPSCL had failed to provide information for monitoring of the rating and had not paid the surveillance fees for the rating exercise as agreed to in its Rating Agreement. SPSCL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated March 11, 2024, March 21, 2024, March 31, 2024.

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.

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

**Analytical approach:** Standalone

**Outlook:** Stable

### Detailed description of the key rating drivers:

Please refer to PR dated [April 26, 2023](#)

### Applicable criteria

[CARE Ratings' criteria on information adequacy risk and issuer non-cooperation](#)

[Policy on default recognition](#)

[Criteria on assigning outlook and credit watch](#)

### About the company

Shri Prabhulingeshwar Sugars & Chemicals Ltd. (SPSCL), incorporated in 1995 by Mr. Jagadeesh S Gudagunti who has an extensive experience as a consultant and machinery supplier for sugar and allied industries. SPSCL primarily engaged in the manufacturing of sugar and allied products, started its commercial operations in 1999 with plant capacity of 2500 TCD & 17.5 MW cogeneration plant in Siddapur Village, Jamakhandi Taluka of Bagalkot District in Karnataka. SPSCL has extended its capacity to 12000 TCD & 41.5 MW with recovery around 9.5-12.5% from the cane crushed. Company is diversified into other fields such as power and ethanol production. SPSCL has 2 associates namely Siddapur Distilleries Ltd and Gudagunti Project Engineers Pvt. Ltd.

<sup>1</sup>Complete definition of the ratings assigned are available at [www.careedge.in](http://www.careedge.in) and other CARE Ratings Ltd.'s publications

| Brief Financials (₹ crore) | March 31, 2022 (A) | March 31, 2023 (A) |
|----------------------------|--------------------|--------------------|
| Total operating income     | 637.55             | 847.83             |
| PBILDT                     | 81.75              | 97.51              |
| PAT                        | 10.11              | 17.28              |
| Overall gearing (times)    | 11.84              | 8.57               |
| Interest coverage (times)  | 1.37               | 1.52               |

A: Audited; Note: 'the above results are latest financial results 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

**Covenants of rated instrument / facility:** Detailed explanation of covenants of the rated instruments/facilities is given in Annexure-3

**Complexity level of various instruments rated:** Annexure-4

**Lender details:** Annexure-5

#### Annexure-1: Details of instruments/facilities

| Name of the Instrument                      | ISIN | Date of Issuance (DD-MM-YYYY) | Coupon Rate (%) | Maturity Date (DD-MM-YYYY) | Size of the Issue (₹ crore) | Rating Assigned along with Rating Outlook |
|---|------|-------------------------------|-----------------|----------------------------|-----------------------------|---|
| Fund-based - LT-Cash Credit                 |      | -                             | -               | -                          | 80.00                       | CARE B+; Stable; ISSUER NOT COOPERATING*  |
| Fund-based - LT-Term Loan                   |      | -                             | -               | October 2024               | 46.58                       | CARE B+; Stable; ISSUER NOT COOPERATING*  |
| Fund-based - ST-Working Capital Demand loan |      | -                             | -               | -                          | 80.00                       | CARE A4; ISSUER NOT COOPERATING*          |

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

#### Annexure-2: Rating history for the last three years

| Sr. No. | Name of the Instrument / Bank Facilities | Current Ratings |                              |   | Rating History                              |  |   |  |
|---------|--|-----------------|------------------------------|---|---|--|---|--|
|         |  | Type            | Amount Outstanding (₹ crore) | Rating                                    | Date(s) and Rating(s) assigned in 2024-2025 | Date(s) and Rating(s) assigned in 2023-2024                | Date(s) and Rating(s) assigned in 2022-2023 | Date(s) and Rating(s) assigned in 2021-2022                |
| 1       | Fund-based - LT-Cash Credit              | LT              | 80.00                        | CARE B+; Stable; ISSUER NOT COOPERATING * | -   | 1)CARE B+; Stable; ISSUER NOT COOPERATING *<br>(26-Apr-23) | -   | 1)CARE B+; Stable; ISSUER NOT COOPERATING *<br>(16-Feb-22) |

|   |   |    |       |   |   |  |   |  |
|---|---|----|-------|---|---|--|---|--|
| 2 | Fund-based - ST-Working Capital Demand loan | ST | 80.00 | CARE A4; ISSUER NOT COOPERATING *         | - | 1)CARE A4; ISSUER NOT COOPERATING *<br>(26-Apr-23)         | - | 1)CARE A4; ISSUER NOT COOPERATING *<br>(16-Feb-22)         |
| 3 | Fund-based - LT-Term Loan                   | LT | 46.58 | CARE B+; Stable; ISSUER NOT COOPERATING * | - | 1)CARE B+; Stable; ISSUER NOT COOPERATING *<br>(26-Apr-23) | - | 1)CARE B+; Stable; ISSUER NOT COOPERATING *<br>(16-Feb-22) |

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

LT: Long term; ST: Short term

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

**Annexure-4: Complexity level of the various instruments rated**

| Sr. No. | Name of the Instrument                      | Complexity Level |
|---------|---|------------------|
| 1       | Fund-based - LT-Cash Credit                 | Simple           |
| 2       | Fund-based - LT-Term Loan                   | Simple           |
| 3       | Fund-based - ST-Working Capital Demand loan | Simple           |

**Annexure-5: Lender details**

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

**Note on complexity levels of the rated instrument:** CARE Ratings 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](mailto:care@careedge.in) for any clarifications.

### Contact us

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