

Satish Agro Industries

September 25, 2020

Rating

Facilities / Instruments	Amount (Rs. crore)	Rating ¹	Rating Action
Long Term Bank Facilities	6.00	CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)	Issuer not cooperating; Based on best available information
Total Facilities	6.00 (Rs. Six Crore Only)		

Details of instruments/facilities in Annexure-I

Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated September 03, 2019, placed the rating of Satish Agro Industries (SAI) under the 'Issuer non-cooperating' category as SAI had failed to provide information for monitoring of the ratings as agreed to in its rating agreement. SAI continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter dated June 24, 2020, June 25, 2020, June 26, 2020, August 04, 2020 and September 02, 2020. 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.

Detailed description of the key rating drivers

At the time of last rating on September 03, 2019, following was the key rating weakness

Ongoing delay in debt servicing:

There are on-going delays in debt servicing due to poor liquidity position of the firm.

Analytical approach: Standalone

Applicable Criteria

[Policy in respect of Non Cooperation by Issuer](#)

[Criteria on assigning Outlook to Credit Ratings](#)

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

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

[Rating Methodology-Manufacturing Companies](#)

About the Company

Indore (Madhya Pradesh) based Satish Agro Industries (SAI) was formed as a proprietorship concern by Mr. Satish Jain in 1998. SAI is engaged in manufacturing of agricultural spray pumps, power sprayers and other machinery parts. The firm supplies its product to government departments, private sector unit and direct counter sale to farmers.

(Rs. in crore)

Brief Financials (Rs. crore)	FY16 (A)	FY17 (A)
Total operating income	27.09	25.20
PBILDT	3.52	4.07
PAT	0.65	0.67
Overall gearing (times)	4.28	5.08
Interest coverage (times)	1.41	1.35

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not applicable

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

²Complete 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	-	-	-	6.00	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 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018
1.	Fund-based - LT-Cash Credit	LT	6.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (03-Sep-19)	1)CARE D; ISSUER NOT COOPERATING* (16-Jan-19) 2)CARE BB-; Stable (04-Apr-18)	-

*Issuer did not cooperate; Based on best available information

Annexure 3: 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.

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About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

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