Rating Rationale

20 Aug 2026

Shiva Protein Products Pvt.Ltd.

Brickwork Ratings (BWR) has reaffirmed the long-term rating at BWR BBB while revising the outlook from Stable to Positive for the Rs. 142.30 crore bank loan facilities of Shiva Protein Products Pvt Ltd.

Particulars:

Instruments / Facilities**	Amount (Rs. Crs.)		Tenure	Rating*	
	Previous	Present		Previous 10 July 2025	Present
Fund Based					
Cash Credit - Sanctioned	65.00	**65.00**	Long Term	BWR BBB/Stable/ Upgrade & removed from INC category	**BWR BBB/ Positive/ Reaffirmation & Change in Outlook**
Cash Credit-WHR -Sanctioned	60.00	**60.00**		BWR BBB/Stable/ Upgrade & removed from INC category	**BWR BBB/ Positive/ Reaffirmation & Change in Outlook**
Term Loan - Outstanding	23.19	**17.30**		BWR BBB/Stable/ Assignment	**BWR BBB/ Positive/ Reaffirmation & Change in Outlook**
Grand Total	148.19	**142.30**	**(Rupees One Hundred forty two Crore and Thirty lakhs Only)**		

Note:

1. Please refer to BWR website **www.brickworkratings.com** for the definition of the ratings
2. Refer to Annexures I, II, and III for details of rated bank loan facilities, debt instruments, and the List of Entities Consolidated

RATING ACTION / OUTLOOK

Brickwork Ratings (BWR) has reaffirmed the long-term rating at BWR BBB while revising the outlook from Stable to Positive for the Rs. 142.30 crore bank loan facilities of Shiva Protein Products Pvt Ltd**.**

The rating reaffirmation continues to factor in the promoters' extensive experience, the company's established operational track record, locational advantages, a diversified product portfolio, and a moderate financial risk profile. However, these strengths remain constrained by intense industry competition and the susceptibility of operating margins to volatile input costs.

The revision in outlook is supported by the company’s healthy FY26 financial performance, which surpassed BWR projections on key profitability parameters. The operating margin improved to 7.25% from 5.62% in FY25, aided by lower operating expenses and improved operational efficiencies. Further, the consistent upward trend in monthly sales during FY26 indicates positive business momentum and potential for sustained improvement in scale. Liquidity also strengthened from Adequate to Strong, with the current ratio improving from 1.48x to 2.54x in FY26. These factors support the Positive outlook and the expectation of continued improvement in the company’s scale, profitability and overall credit profile.

In arriving at these ratings, BWR relied on SPPPL's audited financial statements up to FY25, provisional figures for FY26, financial projections for FY26 and FY27, and additional clarifications provided by the management.

KEY COVENANTS OF THE INSTRUMENT/FACILITY RATED
The terms of sanction include standard covenants normally stipulated for such facilities.

KEY RATING DRIVERS

Credit Strengths-:

- **Moderate credit risk profile:**
  The company's net worth, which stood at Rs 57.71 crore on March 2024, is estimated to improve to Rs 64.79 crore in March 2025 (Prov.). The Debt: Equity ratio of 3.38x in FY24 improved to 2.40x in FY25 (Prov.) as the total debt reduced and capital position improved. The increase in cash accruals from Rs 13.65 crores (FY24) to Rs 15.82 crores (FY25-Prov.) and reduction in interest costs due to lower utilisation of limits led to moderate improvements in the debt coverage metrics. ISCR stood at 2.30x in FY24 while the DSCR stood at 1.28x in FY24.

- **Diversified Portfolio :**
  The Company is in the manufacturing as well as in trading business of edible oil. The products are Rice Bran Oil, De-Oiled Rice Bran, De-Oiled Mustard Cake, and Mustard Oil.

- **Experienced Promoters and locational advantages :**
  The promoters' experience of over 20 years, their strong understanding of market dynamics, and healthy relationships with suppliers and customers should continue to support the business. The company's plants are located in proximity to the major rice and mustard growing regions of Haryana and North Rajasthan, while the raw material for Rice Bran Oil is obtained from key paddy growing areas of Punjab. The company primarily sells its products to large-scale refineries in Punjab.

Credit Risks-:

- **High Competition**: The domestic edible oil industry is highly fragmented and competitive, characterized by the presence of many players and faces a threat from cheaper substitutes, such as palm oil.

- **Volatile prices due to supply-demand mismatches**: Although the recent increase in mustard oil prices aided growth in revenues, the sustainability of higher prices in the long run remains to be seen. Being an agriculture-based product, the supply of both rice bran and mustard can vary due to numerous factors such as climatic conditions, area under cultivation, yield, etc.

ANALYTICAL APPROACH AND APPLICABLE RATING CRITERIA
BWR has considered the standalone performance of Shiva Protein Products Pvt. Ltd. BWR has applied its rating methodology as detailed in the Rating Criteria (hyperlinks provided at the end of this rationale).

RATING SENSITIVITIES
Going forward, the company's ability to manage the working capital efficiently, improve the scale of operations, and improve and maintain profitability, along with the debt servicing capability and liquidity, will be key rating sensitivities.

Positive:
The rating may be upgraded if the company sustains TOI above ₹675 crore and operating margin above 6% over the medium to long term, along with improvement in TOL/TNW below 1.30x.
Negative:
A rating downgrade may be triggered by an inability to sustain the current levels, along with operating margins falling below 5%.

LIQUIDITY INDICATORS – Strong
The average utilization of the Cash Credit facility for SBI stood at 93.45% during the period from April 2025 to July 26. In FY25 (Audited), the company maintained a cash and bank balance of Rs. 0.16 Crores. As per provisional FY26, the approximate cash and bank balance stood at Rs. 0.10 Crs. Net Cash accruals stood at Rs.33.55 Crs against CPLTD of Rs.5.40 Crs. The Debt Service Coverage Ratio (DSCR) remained at 2.51 times in FY26 along with the healthy Current Ratio of 2.54x in FY26 in comparison to FY25 of 1.48x. Considering the above factors, the company's liquidity position is assessed as Strong.

COMPANY's PROFILE

Macro Economic Indicator	Sector	Industry	Basic Industry
Fast Moving Consumer Goods	Fast Moving Consumer Goods	Agricultural Food & other Products	Other Agricultural Products

Established in 2003 by the Punjab-based Pratap group and acquired by Mr. M. L. Garg and Mr. Arun Goyal in 2008, Shiva Protein Products Pvt. Ltd. (SPPPL) is a major manufacturer of rice bran oil, de-oiled rice bran (DORB) cakes, and mustard de-oiled cakes. The company operates four automated, temperature-controlled solvent extraction plants located in Mansa (Punjab) and Tohana (Haryana), yielding a combined capacity of 3000 tonnes per day.

ESG Profile

Environmental: Moderate environmental risk due to water/energy consumption and process waste. The company is expected to comply with applicable environmental norms, though detailed disclosures on emissions, waste management and renewable energy initiatives are limited.

Social: The company is expected to follow applicable labour, employee welfare and workplace safety regulations. However, limited public information is available on employee safety, training and workforce practices.

Governance: Experienced promoters and established operations support adequate governance. The company complies with statutory requirements, although disclosures on board oversight and formal ESG policies are limited

BRICKWORK RATINGS

KEY FINANCIAL INDICATORS

Key Financial Indicators	Units	FY 23 - 24 (Audited)	FY 24 - 25 (Audited)	FY 25 - 26 (Provisional)
Operating Revenue	Rs. Crs	502.53	545.99	590.36
EBITDA	Rs. Crs	26.87	30.68	42.83
PAT	Rs. Crs	4.78	8.15	18.89
Tangible Net Worth	Rs. Crs	57.71	65.86	84.75
Total Debt / Tangible Net Worth	Times	3.36	2.35	1.59
Current Ratio	Times	1.81	1.48	2.54

NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY IF ANY

Credit Rating Agency	Status and Reason for Non-Cooperation	Date of Press Release
Crisil	CRISIL Ratings, vide its press release dated 31 March 26 has reaffirmed the long-term rating at “CRISIL B/Stable” for the bank loan facilities of Rs.17.50 Crs and continued the ratings under the ‘Issuer Not Cooperating' category as the company continues to be non-cooperative.	31 March 26
Infomerics Ratings	Infomerics Ratings, vide its press release dated 8 Sep 25 has downgraded the long-term rating “IVR BB+/Negative” for the bank loan facilities of Rs.155.50 Crs and simultaneously moved the ratings under the ‘Issuer Not Cooperating' category.	8 Sep 25

ANY OTHER INFORMATION

NA

RATING HISTORY FOR THE PREVIOUS THREE YEARS

Facilities	Current Rating (2026)			2025		2024		2023	
Type	**Tenure**	**Amount (Rs.Crs.)**	**Rating**	**Date**	**Rating**	**Date**	**Rating**	**Date**	**Rating**
Fund Based	LT	65.00	BWR BBB/Positive/Reaffirmation & Change in Outlook	10 July 2025	BWR BBB/Stable/ Upgrade/Removal from INC category	25 April 2024	BWR BB/stable/downgraded (Continues to be in ISSUER NOT COOPERATIN G* category/Down graded)	25 Apr 2023	BWR BB+/stable/ downgraded (ISSUER NOT COOPERA TING* category/)
Fund Based	LT	60.00	BWR BBB/Positive/Reaffirmation & Change in Outlook	10 July 2025	BWR BBB/Stable/ Upgrade/Removal from INC category				
Fund Based	LT	17.30	BWR BBB/Positive/Reaffirmation & Change in Outlook	10 July 2025	BWR BBB/Stable/a Assignment				
Grand Total		**142.30**	**(Rupees One Hundred forty two Crore and Thirty lakhs Only)**						

Hyperlink/Reference to applicable Criteria

- [General Criteria]
- [Approach to financial ratios]
- [Manufacturing Company]

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Shiva Protein Products Pvt Ltd

ANNEXURE I

Details of Bank Loan Facilities rated by BWR

Sl.No	Name of the Bank	Facilities Names	Tenure	Amount (Rs.Crs.)	Complexity
1	State Bank of India	Cash Credit - Sanctioned	Long Term	65.00	Simple
		Cash Credit-WHR -Sanctioned	Long Term	60.00	Simple
		Term Loan - Outstanding	Long Term	17.30	Simple
	Total			**142.30**	**(Rupees One Hundred Forty Two Crores & Thirty Lakhs Only)**

BWR complexity levels are meant for educating investors. The BWR complexity levels are available at www.brickworkratings.com / download / ComplexityLevels.pdf. Investors' queries can be sent to info@brickworkratings.com

ANNEXURE II

INSTRUMENT DETAILS

Instrument	Issue Date	Amount [Rs.Crs.]	Coupon Rate	Maturity Date	ISIN Particulars	Complexity of the instrument
NA	NA	NA	NA	NA	NA	NA

ANNEXURE III

List of entities consolidated

Name of Entity	% ownership	Extent of consolidation	Rationale for consolidation
NA	NA	NA	NA

BRICKWORK RATINGS

Annexure IV : List of instruments and names of regulators of the instruments

A.	Rating activities	
Sr. No.	Instrument / activity Name	Regulator of the instruments
1	Listed/Proposed to be listed bonds/debentures/preference share (all securities)	SEBI
2	Unlisted/Proposed to be unlisted Bonds/Debentures/ Preference share (all securities)	MCA
3	Listed PTCs / Securitisation Notes (originated by entities regulated by RBI)* $	RBI
4	Listed PTCs / Securitisation Notes (originated by entities not regulated by RBI)*	SEBI
5	Unlisted PTCs / Securitisation Notes (originated by entities regulated by RBI)*	RBI
6	Listed Commercial Paper and NCDs with original maturity less than 1 year	RBI
7	Unlisted Commercial Paper and NCDs with original maturity less than 1 year	RBI
8	Loan Facilities (Fund/Non-Fund Based) from Bank/NBFCs/NHB/FIs ^	RBI
9	External Commercial Borrowings and other similar borrowings	RBI
10	Certificates of Deposit	RBI
11	Fixed Deposits raised by NBFCs,HFCs, FIs	RBI
12	Fixed Deposits raised by corporates other than NBFCs, Banks, HFCs, FIs	MCA
13	Inter Corporate Deposits/Loans extended by Corporates	MCA
14	Borrowing programme ~	-
15	Issuer Ratings #	-
16	Credit Ratings for Capital Protection Oriented Schemes (by Mutual Funds and AIFs)	SEBI
17	Credit quality ratings (CQRs) for Mutual Fund Schemes and Schemes of AIFs	SEBI
18	Listed Security Receipts $	RBI
19	Unlisted Security Receipts	RBI
20	Independent Credit Evaluation (ICE)	RBI
21	Expected Loss Ratings (Listed/Proposed to be listed bonds/debentures/preference share (all securities))	SEBI
22	Expected Loss Ratings (Unlisted/Proposed to be unlisted Bonds/Debentures/ Preference share (all securities))	MCA
23	Unlisted PTCs / Securitisation Notes (originated by entities not regulated by RBI) *	Investor-side regulator such as IRDAI, PFRDA @

* Includes securitisation transactions involving assignee payout, acquirer's payout.
~ The rated instrument may involve issuance of different instruments such as debt securities (listed or otherwise), bank loans, commercial paper (listed or otherwise), etc. The regulator of the instrument may accordingly be SEBI, RBI or MCA and can only be determined upon issuance. In PRs subsequent to issuance(s), Brickwork Ratings India Private Limited shall separately capture the rated quantum details along with names of respective regulators.
^ Includes bank facilities such as liquidity facility, second loss facility that are part of securitisation transactions.
# There is no instrument being rated and hence, Regulator of the Instrument is not applicable. The rating scale and definitions are being followed as stipulated in SEBI Master Circular for CRAs.
@ These ratings were assigned during the regulatory regime prior to the introduction of the SEBI CRA Circular dated Feb 10, 2026, and the investor side regulators have accordingly been included.

$ By virtue of the instrument being listed, SEBI acts as the regulator for listing and related issues.
Note: Kindly note that for activities or instruments falling under the purview of FSRs other than SEBI, the grievance/dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available.

B	Other Activities	Regulator of the Instruments
1	Monitoring Agencies	SEBI
2	Research activities incidental to rating such as research for Economy, Industries and Companies *	NA

*permitted by SEBI vide SEBI Master Circular for CRAs

Grievance Management: For any grievances relating to rating of instruments regulated by SEBI, please contact **sebigrievance@brickworkratings.com**. Kindly note that for activities or instruments falling under the purview of FSRs other than SEBI, the grievance/dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available
For any grievances relating to rating of instruments regulated by other FSR (Financial Sector Regulators), please contact **grievance@brickworkratings.com**.

About Brickwork Ratings

Brickwork Ratings (BWR), a Securities and Exchange Board of India [SEBI] registered Credit Rating Agency and accredited by Reserve Bank of India [RBI]. BWR is the 5th agency to get a credit rating registration in India in 2009 and its corporate office in Bengaluru. It has a country-wide presence with representatives in 150+ locations. Canara Bank is Brickwork's strategic partner.

Brickwork offers credit ratings of Bank Loan, Non- convertible / convertible / partially convertible debentures and other capital market instruments and bonds, Commercial Paper, perpetual bonds, asset-backed and mortgage-backed securities, partial guarantees and other structured / credit enhanced debt instruments, Security Receipts, Securitisation Products, Municipal Bonds, etc. BWR has also rated NGOs, Educational Institutions, Hospitals, Urban Local Bodies and Municipal Corporations.

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