

Rating Rationale

Sri Lalita Devi Cashew Products

Brickwork Ratings has reviewed the Rating for the Bank Loan facilities of ₹ 12.00 Crore of Sri Lalita Devi Cashew Products based on best available information, as the issuer did not cooperate. Accordingly the rating for the said instrument is as under

Particulars

Facility	Amount (Rs. Cr)		Tenure	Rating*	
	Previous	Present		Previous (Sep 2019)	Present
Fund based	12.00	12.00	Long Term	BWR B-/Stable Issuer Not Cooperating*	BWR C (Downgraded) Issuer Not Cooperating*
Total	12.00	12.00	Rupees Twelve Crores Only		

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings
Issuer did not co-operate; based on best available information

Nature of Non-co-operation:

The rating was due for a review in September 2020. BWR took up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the entity has not provided the same. In the absence of adequate information/ NDS (No Default Statements) from the Firm on a regular basis, BWR is unable to assess the Firm's financial performance and its ability to service its debt and maintain a valid rating.

Hence, on account of inadequate information and lack of management cooperation, Brickworks Ratings has downgraded the rating to BWR C and categorized the ratings as "Issuer Not Cooperating".

Limitations of the rating:

Information availability risk is a key factor in the assessment of credit risk as generally, noncooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress. Users of the credit rating should, therefore, take into account the possible deterioration in the credit quality of the rated entity arising from its non-transparency and withholdings of the information required for a review of the rating.

About the Firm

Sri Lalita Devi Cashew Products a propiership concern started by Mr. Sudhakara Reddy in the year 2012. The firm is located in Mukkinada, East Godavari district Andhra Pradesh. The firm is engaged in trading of cashew nuts. The firm purchases raw cashew nuts from the local farmers, stores them and sells them to the manufacturers. The firm has 14,000 sq ft godown facilities to store the raw cashew products. Suryasri Cashew Products, Shiv Durga Cashew Products & Sai Sravani Enterprises are the key customers. The firm sells 240, 180, 320, JH, SS graded cashews.

RATING HISTORY FOR THE LAST THREE YEARS (including withdrawn/suspended ratings)

S.No	Facility	Current Rating (2020)			Rating History		
		Type (Long Term/ Short Term)	Amount (Rs. Cr)	Rating^			
					10.9. 2019	31.5. 2018	18.5. 2017
1	Fund Based	Long Term	12.00	BWR C [Downgraded] Issuer not cooperating	BWR B-/ Stable Issuer not cooperating	BWR B/ Stable	BWR B/ Stable
	Total		12.00	Rupees Twelve Crores Only			

^Issuer did not cooperate; based on best available information

The rating was moven under 'Rating not Reviewed' in September 2019

Status of non-cooperation with previous CRA if any- Nil

Any other information

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [What Constitutes Non-Cooperation](#)



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