



## Press Release

Sustainable Agro-Commercial Finance Limited

Sept 15, 2021

### Ratings

Sl. No.	Instrument/Facility	Amount (Rs. Crore)	Rating	Rating Action
1	Bank Facilities- Long Term	130.90	IVR D ; Issuer Not Co-operative(IVR Single D under Issuer Not Co-operative)	Revised IVR BBB-/Credit watch with developing implications (IVR Triple B Minus Under credit watch with developing implications)
2	Proposed Long Term Bank Facilities	69.10	IVR D ; Issuer Not Co-operative(IVR Single D under Issuer Not Co-operative)	Revised IVR BBB-/Credit watch with developing implications (IVR Triple B Minus Under credit watch with developing implications)
	Total	200.00		

**Details of Facilities are in Annexure 1**

### Detailed Rationale

The revision in rating takes into account of NDS pendency from July 2021 onwards and delay in servicing of debt obligations as confirmed by the lender, owing to stretch in liquidity.

**Analytical Approach:** Standalone

### Applicable Criteria:

Rating methodology for Non-Banking Finance companies

Financial ratios and Interpretation (Financial Sector)

Criteria on Default Recognition and Post – Default Curing Period

### About the Company

Sustainable Agro-Commercial Finance Limited (SAFL) is the first NBFC in India providing Agri-loans with a wide and diverse range of financing options for almost every need of agricultural activity. SAFL only finances products which results in increased farm productivity and



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improvement in the lifestyle of farmers. The lending is in the nature of Asset Financing and only the equipment/asset financed would generally be held as Security.

SAFL is promoted by Jain Irrigation Systems Ltd (JISL), Jalgaon with IFC -Washington and Mandala Capital Ltd as an anchor investor.

### Financials (Standalone):

(Rs. crore)

For the year ended* As on	31-03-2018	31-03-2019
	Audited	Audited
Total Operating Income	53.41	57.38
PAT	7.53	5.49
Tangible Net worth	157.18	162.60
Total Assets	343.87	314.44
Return on Total Assets (ROTA) (%)	2.43	1.58
Gross NPA (%)	2.89	2.96
Net NPA (%)	2.18	2.26

\*Classification as per Infomerics' standards

Status of non-cooperation with previous CRA: Nil

Any other information: Nil

### Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Current Rating (Year 2021-22)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2020-21 (Dated May 26,2020)	Date(s) & Rating(s) assigned in 2018-19	Date(s) & Rating(s) assigned in 2017-18
1.	Cash Credit	Long Term	15.00	IVR D;INC	IVR BBB-/Credit watch with developing implications (IVR Triple B Minus Under credit watch with developing implications)	-	-
2.	Term Loan	Long Term	115.90	IVR D;INC	IVR BBB-/Credit watch with developing implications (IVR Triple B Minus		



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					Under credit watch with developing implications)		
3.	Proposed Term Loan/NCD	Long Term	69.10	IVR D;INC	IVR BBB-/Credit watch with developing implications (IVR Triple B Minus Under credit watch with developing implications)		

**Note on complexity levels of the rated instrument:** Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at [www.infomerics.com](http://www.infomerics.com).

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### About Infomerics:

Infomerics commenced rating & grading operations in April 2015 after having spent over 25 years in various segments of financial services. Infomerics is registered with the Securities and Exchange Board of India (SEBI) and accredited by Reserve Bank of India. It is gradually gaining prominence in domestic rating and/or grading space. Infomerics is striving for positioning itself as the most trusted & credible rating agency in the country and is gradually widening its product portfolio. Company's long experience in varied spectrum of financial services is helping it to fine tune its product offerings to best suit the market.

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### Annexure 1: Details of Facilities

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Long Term Bank Facilities- Cash Credit	-	-	-	15.00	IVR D;INC
Long Term Bank Facilities – Term Loan	-	-	-	115.90	IVR D;INC
Proposed Term Loan/ NCD	-	-	-	69.10	IVR D;INC*

- INC= ISSUER NOT CO-OPERATING