

## Shiva Shikhar Agro Private Limited

### Ratings

Facilities/Instrument	Amount (Rs. in Million)	Ratings <sup>1</sup>	Rating Action
Long Term Bank Facilities	155.40	CARE-NP D	Revised from CARE-NP BB
Short Term Bank Facilities	1,294.60	CARE-NP D	Revised from CARE-NP A4
<b>Total Facilities</b>	<b>1,450.00</b> <b>(One Thousand Four Hundred and Fifty Million Only)</b>		

\* Details of Facilities in Annexure 1

CARE Ratings Nepal Limited (CRNL) has revised the rating to 'CARE-NP D' from 'CARE-NP BB' for the long-term bank facilities of Shiva Shikhar Agro Private Limited (SSAPL) and to 'CARE-NP D' from 'CARE-NP A4' for the short-term bank facilities of SSAPL.

### Detailed Rationale & Key Rating Drivers

The revision in the rating assigned to the bank facilities of SSAPL factors in stretched liquidity position of the company and resultant delays in servicing of its debt obligations.

*Going forward, the ability of the company to improve its liquidity position and establishing track record of timely debt servicing of debt obligations will act as the key rating sensitivities.*

### Key Rating Weaknesses

#### Delays in servicing of debt obligations

The business performance of the company has been adversely impacted on account of slowdown in the economy. This led to the weakening of the liquidity profile of the company, resulting in delays in debt servicing.

### About the Company

SSAPL is a private limited company incorporated on July 29, 2013 for trading of rice and other agro products like lentils, sugar, flour, tea, spices and trading of agro machinery like tillers, water pumps, spray pumps, and many other modern types of machinery depending on market demand. The agro foods product are sold in the market under the brand name Upakar.

### Contact us

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<sup>1</sup>Complete definitions of the ratings assigned are available at [www.careratingsnepal.com](http://www.careratingsnepal.com) and in other CRNL publications.

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