

Press Release

KLA India Public Limited

July 06, 2021



Rating Withdrawn

| | |
|-------------------------------------|---------------------------------------|
| Total Bank Facilities Rated* | Rs.39.09 Cr. |
| Long Term Rating | ACUITE B+ Indicative and Withdrawn |
| Short Term Rating | ACUITE A4 Indicative and Withdrawn |

* Refer Annexure for details

Rating Rationale

Acuité has withdrawn the long term rating of '**ACUITE B+**' (read as **ACUITE B plus**) and the short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 39.09 crore bank facilities of KLA India Public Limited (KIPL). The rating withdrawal is in accordance with Acuité's policy on withdrawal of rating.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

About the company

The Uttarakhand-based, KIPL was incorporated in 2002 by Mr. Kundan Lal Agarwal. The company is engaged in processing of non-basmati rice as well as trading of other agro based products like soyabean, maize, among others. The company has manufacturing capacity of 12 tons per annum.

Analytical Approach

Acuité has considered the standalone business and financial risk profiles of KLA India Public Limited to arrive at the rating.

Non-cooperation by the issuer/borrower:

Acuité has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before the due date. This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-61.htm>
- Financial Ratios and Adjustments - <https://www.acuite.in/view-rating-criteria-53.htm>

Note on complexity levels of the rated instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Limitation regarding information availability:

The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). Acuité endeavored to gather information about the entity/industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Liquidity Indicators - "No information provided by the issuer / available for Acuite to comment upon."

Rating Sensitivity - "No information provided by the issuer / available for Acuite to comment upon."

About the Rated Entity - Key Financials (Standalone): The rated entity has not shared the latest financial statements despite repeated requests.

Status of non-cooperation with previous CRA

Not Applicable

Any other information:

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow ups.

Rating History (Upto last three years)

| Date | Name of Instrument / Facilities | Term | Amount | Ratings/Outlook |
|------------|---------------------------------|------------|-------------|--|
| | | | (Rs. Crore) | |
| 29-01-2021 | Term Loan | Long term | 15.80 | ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating* |
| | Cash Credit | Long term | 15.00 | ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating* |
| | Proposed Bank Facility | Long term | 5.16 | ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating* |
| | Bank Guarantee | Short Term | 3.13 | ACUITE A4 Issuer not co-operating* |
| 20-11-2019 | Term Loan | Long term | 15.80 | ACUITE BB- (Downgraded from ACUITE BB-) Issuer not co-operating* |
| | Cash Credit | Long term | 15.00 | ACUITE BB- (Downgraded from ACUITE BB-) Issuer not co-operating* |
| | Proposed Bank Facility | Long term | 5.16 | ACUITE BB- (Downgraded from ACUITE BB-) Issuer not co-operating* |
| | Bank Guarantee | Short Term | 3.13 | ACUITE A4 Issuer not co-operating* |
| 03-10-2018 | Term Loan | Long term | 15.80 | ACUITE BB/Stable (Upgrade from ACUITE BB-/Stable) |
| | Cash Credit | Long term | 15.00 | ACUITE BB/Stable (Upgrade from ACUITE BB-/Stable) |
| | Proposed Bank Facility | Long term | 5.16 | ACUITE BB/Stable (Upgrade from ACUITE BB-/Stable) |
| | Bank Guarantee | Short Term | 3.13 | ACUITE A4+ (Reaffirmed) |

*Annexure–Details of instruments rated

Instrument Information

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Cr.) | Ratings/Outlook |
|------------------------|------------------|----------------|----------------|-----------------------------|--------------------------------------|
| Term Loan | Not Available | Not Available | Not Available | 15.80 | ACUITE B+ (Indicative and Withdrawn) |
| Cash Credit | Not Applicable | Not Applicable | Not Applicable | 15.00 | ACUITE B+ (Indicative and Withdrawn) |
| Proposed Bank Facility | Not Applicable | Not Applicable | Not Applicable | 5.16 | ACUITE B+ (Indicative and Withdrawn) |
| Bank Guarantee | Not Applicable | Not Applicable | Not Applicable | 3.13 | ACUITE A4 (Indicative and Withdrawn) |

Contacts

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About Acuité Ratings & Research

Acuité Ratings & Research Limited is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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