

## Press Release

### Goombira Tea Company Limited (GTCL)

August 06, 2018

### Rating Update



|                                    |                                       |
|------------------------------------|---------------------------------------|
| <b>Total Bank Facilities Rated</b> | Rs. 9.42 Cr.#                         |
| <b>Long Term Rating</b>            | ACUITE B-<br>Issuer Not Co-operating* |

# Refer Annexure for details

\* The issuer did not co-operate; based on best available information.

### Rating Rationale

Acuite has reviewed the long term rating of '**ACUITE B-**' (read as **ACUITE B minus**) on the Rs.9.42 crore bank facilities of Goombira Tea Company Limited (GTCL). This rating is now an indicative rating and is based on best available information. However we are yet to receive banker's feedback.

#### Non-cooperation by the issuer/borrower:

Acuite 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 due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

#### Applicable Criteria

- Application of Financial Ratios and Adjustments: <https://www.acuite.in/view-rating-criteria-20.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-17.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). Acuite endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

**About the Company:** GTCL, incorporated in 1962, is a wholly owned subsidiary of Barak Valley Cements Limited. GTCL is an Assam-based company, GTCL is engaged in the cultivation and trading of tea, rubber and bamboo. The company has around 920 hectares for tea cultivation.

For FY2015-16, the company reported net loss of Rs.2.10 crore on total income of Rs.4.44 crore as against net loss of Rs.1.79 crore on total income of Rs.2.89 crore a year earlier. The net worth stood at Rs.10.42 crore as on March 31, 2016, as compared with Rs.9.25 crore a year earlier.

#### Status of non-cooperation with previous CRA (if applicable)

None

#### 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 (Rs. Cr.) | Ratings/Outlook             |
|-------------|---------------------------------|----------|------------------|-----------------------------|
| 16th Jul 15 | Term Loan                       | LongTerm | 7.92             | ACUITE B-/Stable (Assigned) |
|             | Cash Credit                     | LongTerm | 1.50             | ACUITE B-/Stable (Assigned) |

### #Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate    | Maturity Date  | Size of the Issue (Rs. Crore) | Ratings/Outlook                  |
|------------------------|------------------|----------------|----------------|-------------------------------|----------------------------------|
| Cash Credit            | Not Applicable   | Not Applicable | Not Applicable | 1.50                          | ACUITE B-Issuer not cooperating* |
| Term Loan              | Not Applicable   | Not Applicable | Not Applicable | 7.92                          | ACUITE B-Issuer not cooperating* |

### Contacts

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### About Acuité Ratings & Research:

Acuité Ratings & Research Limited (erstwhile SMERA Ratings 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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