

Press Release

Eagle Continental Foods Private Limited

March 06, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 50.00 Cr.#
Long Term Rating	ACUITE BBB- Issuer not co-operating*
Short Term Rating	ACUITE A3 Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuité has reviewed the long-term rating of '**ACUITE BBB-**' (**read as ACUITE triple B minus**) and short-term rating of '**ACUITE A3**' (**read as ACUITE A three**) on the Rs. 50.00 crore bank facilities of Eagle Continental Foods Private Limited. This rating is now an indicative rating and is based on best available information.

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 due date.

This rating is therefore being 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-17.htm>
- Manufacture Recognition -<https://www.acuite.in/view-rating-criteria-4.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 endeavoured 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.

About the Rated Entity:

ECFPL, established in 1982, is an Uttar Pradesh-based company engaged in the processing of buffalo meat. The company is promoted by Mr. Shahid Ali Qureshi and Mr. Sajid Ali Qureshi

About the Rated Entity - Key Financials

	Unit	FY15 (Actual)	FY14 (Actual)	FY13 (Actual)
Operating Income	Rs. Cr.	550.60	555.96	291.54
EBITDA	Rs. Cr.	12.38	4.89	3.41
PAT	Rs. Cr.	5.82	1.91	1.09
EBITDA Margin	(%)	2.25	0.88	1.17
PAT Margin	(%)	1.06	0.34	0.37
ROCE (%)	(%)	48.37	27.18	22.07
Total Debt/Tangible Net Worth	Times	1.21	0.79	1.59
PBDIT/Interest	Times	6.95	8.22	8.21
Total Debt/PBDIT	Times	1.32	1.11	2.26
Gross Current Assets (Days)	Days	59	55	100

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

None

Any other information

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

Rating History (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
27th Dec 17	Term Loan	Long Term	3.90	ACUITE BBB- (Indicative)
	Packing Credit	Short Term	30.00	ACUITE A3 (Indicative)
	Proposed Long Term Loan	Long Term	16.10	ACUITE BBB- (Indicative)
8th Oct 16	Term Loan	Long Term	3.90	ACUITE BBB-/Stable (Assigned)
	Packing Credit	Short Term	30.00	ACUITE A3 (Reaffirmed)
	Proposed Long Term Loan	Long Term	16.10	ACUITE BBB-/Stable (Assigned)
5th Aug 15	Packing Credit	Short term	45.00	ACUITE A3 (Assigned)
	Bills Discounting	Short term	5.00	ACUITE A3 (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
Term Loan	Not Applicable	Not Applicable	Not Applicable	3.90	ACUITE BBB- Issuer not co-operating*
Packing Credit	Not Applicable	Not Applicable	Not Applicable	30.00	ACUITE A3 Issuer not co-operating*
Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	16.10	ACUITE BBB- Issuer not co-operating*

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

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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