

## Press Release

**Bhagwati Rice Mills**



**November 25, 2021**

### Rating Reaffirmed and Issuer not co-operating

| Product                  | Net Quantum (Rs. Cr) | Withdrawn Quantum (Rs. Cr) | Long Term Rating                                 | Short Term Rating |
|--------------------------|----------------------|----------------------------|--|-------------------|
| <b>Bank Loan Ratings</b> | 34.68                | 0.00                       | ACUITE D   Reaffirmed   Issuer not co-operating* |                   |
| <b>Total</b>             | 34.68                | 0.00                       | -  | -                 |

#### Rating Rationale

Acuité has reviewed the long-term rating of '**ACUITE D**' (**read as ACUITE D**) on the Rs. 34.68 crore bank facilities of Bhagwati Rice Mills (BRM). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

#### About the Company

Bhagwati Rice Mills (BRM) was incorporated as a partnership in the year 1994 by Mr. Ajay Kumar, Mr. Vijay Kumar, and Mr. Krishna Rani. BRM is involved in basmati rice milling and is based out of Nissing, Kamal, and Haryana. It is primarily engaged in the milling and processing of basmati rice.

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

#### Applicable Criteria

- Service Sector: <https://www.acuite.in/view-rating-criteria-50.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.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

The rated entity has not shared the latest financial statements despite repeated requests.

## Status of non-cooperation with previous CRA

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

| Date        | Name of Instruments/Facilities       | Term      | Amount (Rs. Cr) | Rating/Outlook                                 |
|-------------|--------------------------------------|-----------|-----------------|--|
| 27 Aug 2020 | Cash Credit                          | Long Term | 31.50           | ACUITE D (Issuer not co-operating*)            |
|             | Term Loan                            | Long Term | 2.38            | ACUITE D (Issuer not co-operating*)            |
|             | Proposed Working Capital Demand Loan | Long Term | 0.80            | ACUITE D (Issuer not co-operating*)            |
| 31 May 2019 | Working Capital Demand Loan          | Long Term | 0.80            | ACUITE D (Issuer not co-operating*)            |
|             | Cash Credit                          | Long Term | 31.50           | ACUITE D (Issuer not co-operating*)            |
|             | Term Loan                            | Long Term | 2.38            | ACUITE D (Issuer not co-operating*)            |
| 12 Mar 2018 | Cash Credit                          | Long Term | 31.50           | ACUITE D (Issuer not co-operating*)            |
|             | Term Loan                            | Long Term | 2.38            | ACUITE D (Issuer not co-operating*)            |
|             | Proposed Working Capital Demand Loan | Long Term | 0.80            | ACUITE D (Issuer not co-operating*)            |
| 23 Jan 2017 | Cash Credit                          | Long Term | 31.50           | ACUITE D (Downgraded from ACUITE BB-   Stable) |
|             | Term Loan                            | Long Term | 2.38            | ACUITE D (Downgraded from ACUITE BB-   Stable) |
|             | Proposed Working Capital Demand Loan | Long Term | 0.80            | ACUITE D (Downgraded from ACUITE BB-   Stable) |
| 23 Sep 2015 | Cash Credit                          | Long Term | 31.50           | ACUITE BB-   Stable (Assigned)                 |
|             | Term Loan                            | Long Term | 2.38            | ACUITE BB-   Stable (Assigned)                 |
|             | Proposed Working Capital Demand Loan | Long Term | 0.80            | ACUITE BB-   Stable (Assigned)                 |

**Annexure - Details of instruments rated**

| <b>Lender's Name</b> | <b>Facilities</b>                    | <b>Date Of Issuance</b> | <b>Coupon Rate</b> | <b>Maturity Date</b> | <b>Size Of Issue</b> | <b>Rating</b>                                    |
|----------------------|--------------------------------------|-------------------------|--------------------|----------------------|----------------------|--|
| Punjab National Bank | Cash Credit                          | Not Applicable          | Not Applicable     | Not Applicable       | 31.50                | ACUITE D   Reaffirmed   Issuer not co-operating* |
| Punjab National Bank | Term Loan                            | Not available           | Not available      | Not available        | 2.38                 | ACUITE D   Reaffirmed   Issuer not co-operating* |
| Not Applicable       | Proposed Working Capital Demand Loan | Not Applicable          | Not Applicable     | Not Applicable       | 0.80                 | ACUITE D   Reaffirmed   Issuer not co-operating* |

## Contacts

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|---|--|
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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 8,850 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 Kanjurmarg, Mumbai.

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