

Press Release

Shri Karpadha Agro Foods

June 09, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	0.25	-	ACUITE D Reaffirmed Issuer not co-operating*
Bank Loan Ratings	7.00	ACUITE D Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	7.25	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE D**' (read as **ACUITE D**) and the short-term rating of '**ACUITE D**' (read as **ACUITE D**) on the Rs. 7.25 Cr bank facilities of Shri Karpadha Agro Foods (SKAF). The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

About the Company

SKAF, incorporated in 2006 as a partnership firm, is headed by the partners - Mr. P. Arul and Mrs. Lalithambiga. The firm is engaged in the processing of paddy into rice at its unit at Villupuram, Tamil Nadu. The unit has a milling capacity of 14,000 MTPA. SKAF sells its products under the Karpadha, Paavai, Sukran, Star Gold, and Madhuram brand names. The firm also sells by-products such as broken rice and rice bran which constitute around 10-20 per cent of the revenue.

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

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 endeavored 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 Rated Entity - Key Financials

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

Rating Sensitivity

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

Material Covenants

None

Liquidity Position

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

Outlook

Not Applicable

Status of non-cooperation with previous CRA

"Care Ratings , vide its press release dated September 21, 2021 had denoted the long term rating of **Shri Karpadha Agro Foods** as '**CARE D; ISSUER NOT COOPERATING**' on account of lack of adequate information required for monitoring of ratings. The earlier rating, however, also stood at '**CARE D; ISSUER NOT COOPERATING**' vide its press release dated **September 29, 2020** . "

Any other information

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

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Note on Complexity Levels of the Rated Instrument

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

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
08 Mar 2021	Cash Credit	Long Term	7.00	ACUITE D (Issuer not co-operating*)
	Working Capital Demand Loan	Short Term	0.25	ACUITE D (Issuer not co-operating*)
27 Dec 2019	Cash Credit	Long Term	7.00	ACUITE D (Issuer not co-operating*)
	Working Capital Demand Loan	Short Term	0.25	ACUITE D (Issuer not co-operating*)
03 Oct 2018	Cash Credit	Long Term	7.00	ACUITE D (Issuer not co-operating*)
	Working Capital Demand Loan	Short Term	0.25	ACUITE D (Issuer not co-operating*)
09 Feb 2017	Cash Credit	Long Term	7.00	ACUITE B+ (Issuer not co-operating*)
	Working Capital Demand Loan	Short Term	0.25	ACUITE A4 (Issuer not co-operating*)
12 Oct 2015	Cash Credit	Long Term	7.00	ACUITE B+ Stable (Assigned)
	Working Capital Demand Loan	Short Term	0.25	ACUITE A4 (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE D Reaffirmed Issuer not co- operating*
State Bank of India	Not Applicable	Working Capital Demand Loan (WC DL)	Not available	Not available	Not available	0.25	ACUITE D Reaffirmed Issuer not co- operating*

Contacts

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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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