

Press Release



Kuber Foods

March 10, 2022

Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	14.00	ACUITE B+ Reaffirmed Issuer not co-operating*	-
Bank Loan Ratings	6.00	-	ACUITE A4 Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	20.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuité has reaffirmed 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. 20.00 crore bank facilities of Kuber Foods (KF). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on best available information.

About the Company

Haryana-based, Kuber Foods is a partnership firm established by Mr. Rajeev Kumar and Mr. Anil Kumar in 2002. The firm is engaged in the business of milling of paddy, processing and selling of Basmati Rice and its by-products viz husk, bran and broken rice. The manufacturing facility is located at Taraori in Karnal (Haryana) with an installed capacity of 1.50 tons per hour.

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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité'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). 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 - 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 Acuité to comment upon.

Material Covenants

Not Applicable

Liquidity Position

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

Outlook

Not Applicable

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.

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
15 Dec 2020	Inventory Funding	Long Term	3.00	ACUITE B+ (Issuer not co-operating*)
	Proposed Bank Facility	Short Term	6.00	ACUITE A4 (Issuer not co-operating*)
	Proposed Inventory Funding	Long Term	1.30	ACUITE B+ (Issuer not co-operating*)
	Packing Credit	Long Term	2.00	ACUITE B+ (Issuer not co-operating*)
	Cash Credit	Long Term	7.70	ACUITE B+ (Issuer not co-operating*)
07 Oct 2019	Inventory Funding	Long Term	3.00	ACUITE B+ Stable (Downgraded from ACUITE BB- Stable)
	Cash Credit	Long Term	7.70	ACUITE B+ Stable (Downgraded from ACUITE BB- Stable)
	Proposed Inventory Funding	Long Term	1.30	ACUITE B+ Stable (Downgraded from ACUITE BB- Stable)
	Packing Credit	Long Term	2.00	ACUITE B+ Stable (Assigned)

	Proposed Bank Facility	Short Term	6.00	ACUITE A4 (Assigned)
01 Oct 2018	Cash Credit	Long Term	10.00	ACUITE BB- Stable (Reaffirmed)
	Proposed Cash Credit	Long Term	2.00	ACUITE BB- Stable (Reaffirmed)
	Proposed Inventory Funding	Long Term	2.00	ACUITE BB- Stable (Reaffirmed)
	Inventory Funding	Long Term	3.00	ACUITE BB- Stable (Assigned)
08 Nov 2017	Cash Credit	Long Term	8.50	ACUITE BB- Stable (Upgraded from ACUITE B+ Stable)
	Proposed Cash Credit	Long Term	1.50	ACUITE BB- Stable (Upgraded from ACUITE B+ Stable)
	Proposed Inventory Funding	Long Term	5.00	ACUITE BB- Stable (Assigned)
07 Dec 2016	Cash Credit	Long Term	6.50	ACUITE B+ Stable (Reaffirmed)
	Proposed Cash Credit	Long Term	3.50	ACUITE B+ Stable (Reaffirmed)
31 Oct 2015	Cash Credit	Long Term	6.50	ACUITE B+ Stable (Assigned)
	Proposed Cash Credit	Long Term	3.50	ACUITE B+ Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.70	ACUITE B+ Reaffirmed Issuer not co-operating*
Punjab National Bank	Not Applicable	Inventory Funding	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE B+ Reaffirmed Issuer not co-operating*
Punjab National Bank	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE B+ Reaffirmed Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Inventory Funding	Not Applicable	Not Applicable	Not Applicable	1.30	ACUITE B+ Reaffirmed Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Short Term Loan	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE A4 Reaffirmed Issuer not co-operating*

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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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