

## Press Release

### Rainbow Rice Private Limited (RRPL)

08 February, 2017

#### Rating Update

<b>Total Bank Facilities Rated</b>	Rs.48.00Cr #
<b>Long Term Rating (Indicative)</b>	SMERA BB Issuer not co-operating*

# Refer Annexure for details of instrument.

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

#### Rating Action

SMERA has reviewed the long term rating of '**SMERA BB**' (**read as SMERA double B**) on the Rs.48.00 crore bank facilities of Rainbow Rice Private Limited (RRPL). This rating is now an indicative rating and is based on best available information.

**Non-cooperation by the issuer/borrower:** SMERA has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating since November, 2016. SMERA has also requested for the payment of outstanding surveillance fee.

<b>Information Status</b>	<b>Not Received</b>
<b>Status of Surveillance Fee</b>	<b>Not Received</b>

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

#### Applicable Criteria

- Manufacturing Entities - <https://www.smera.in/criteria-manufacturing.htm>
- Application of Financial Ratios and Adjustments: <https://www.smera.in/criteria-fin-ratios.htm>
- Default Recognition: <https://www.smera.in/criteria-default.htm>

**Limitation regarding information availability:** The rating is based on the information furnished by the rated entity till October 2015. Due to non-submission of information, SMERA endeavored to gather information about the entity / industry from sources available in public domain. SMERA therefore records its caution to the lenders/investors/public regarding the outdated data/non-reliability of data, on which the indicative credit rating is based.

#### About the Rated Entity:

Incorporated in 1998, RRPL is a Haryana-based company promoted by Mr. Sunil Kumar and Mr. Surinder Kumar. The company is engaged in the milling of rice and cotton seed crushing at Haryana.

For FY2014-15, RRPL reported PAT of Rs.0.77 crore on operating income of Rs.152.14 crore as compared to net profit of Rs.0.77 crore on operating income of Rs.119.35 crore for FY2013-14. The net worth stands at Rs.13.79 crore as on 31 March, 2015 as compared with Rs.12.96 crore a year earlier. The net worth of Rs.13.79 crore as on 31 March, 2015 includes quasi equity of Rs.0.82 crore.

### Rating History for the last three years:

Name of Instrument /Facilities	FY 2017			FY 2016		FY 2015		FY 2014	
	Scale	Amt (Rs. Crore)	Rating	Date	Rating	Date	Rating	Date	Rating
Cash Credit**	Long Term	45.00	SMERA BB (Issuer not co-operating)*	Nov 05, 2015	SMERA BB/ Stable (Assigned)	-	-	-	-
Term Loan - I	Long Term	0.59	SMERA BB (Issuer not co-operating)*	Nov 05, 2015	SMERA BB/ Stable (Assigned)	-	-	-	-
Term Loan - II	Long Term	1.96	SMERA BB (Issuer not co-operating)*	Nov 05, 2015	SMERA BB/ Stable (Assigned)	-	-	-	-
Proposed Long Term	Long Term	0.45	SMERA BB (Issuer not co-operating)*	Nov 05, 2015	SMERA BB/ Stable (Assigned)	-	-	-	-

\*\*Rs.10.00 crore interchange ability with packing credit and Rs.10 crore interchange ability with FOBP/FOBNLC/FOUBNLC

### # Annexure – Details of instruments rated:

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Cash Credit**	NA	NA	NA	45.00	SMERA BB (indicative) Issuer not co-operating*
Term Loan – I	NA	NA	Not Available	0.59	SMERA BB (indicative) Issuer not co-operating*
Term Loan - II	NA	NA	Not Available	1.96	SMERA BB (indicative) Issuer not co-operating*
Proposed Long Term	NA	NA	NA	0.45	SMERA BB (indicative) Issuer not co-operating*

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

\*\*Rs.10.00 crore interchangeability with packing credit and Rs.10 crore interchangeability with FOBP/FOBNLC/FOUBNLC

**Contacts:**

<b>Analytical</b>	<b>Rating Desk</b>
Vinayak Nayak Head – Operations, SMERA Bond Ratings Tel: 02267141190 Email: <a href="mailto:vinayak.nayak@smera.in">vinayak.nayak@smera.in</a>	Varsha Bist Sr. Executive Tel: 022-67141160 Email: <a href="mailto:varsha.bist@smera.in">varsha.bist@smera.in</a>
Mrinal Mahip Rating Analyst Tel: 011-49731304 Email: <a href="mailto:mrinal.mahip@smera.in">mrinal.mahip@smera.in</a>	

**ABOUT SMERA**

SMERA Ratings Limited is a joint initiative of SIDBI, Dun & Bradstreet Information Services India Private Limited (D&B) and leading public and private sector banks in India. SMERA is registered with SEBI as a Credit Rating Agency and accredited by Reserve Bank of India. For more details, please visit [www.smera.in](http://www.smera.in).

**Disclaimer:** A SMERA rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. SMERA ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, SMERA, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. SMERA is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. SMERA ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website ([www.smera.in](http://www.smera.in)) for the latest information on any instrument rated by SMERA.