

Press Release

Bora Agro Foods (BAF)

February 16, 2017

Rating Update

Total Bank Facilities Rated	Rs. 71.80 Cr #
Long Term Rating (Indicative)	SMERA BBB+/Stable Issuer not co-operating*
Short Term Rating (Indicative)	SMERA A2 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 BBB+**' (read as **SMERA triple B Plus**) and short term rating of '**SMERA A2**' (read as **SMERA A two**) on the Rs. 71.8 crore bank facilities of Bora Agro Foods. The ratings are now indicative and 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 and review of the rating since November 2016. SMERA has also requested for the payment of outstanding surveillance fee.

Information Status	Not Received
Status of Surveillance Fee	Not Received

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 partial information furnished by the rated entity. SMERA also endeavoured to gather information about the entity/industry from sources available in the 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 SMERA therefore records its caution to the lenders/investors/public regarding the outdated data/non-reliability of data, on which the indicative credit rating is based.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: BAF, established in 1996 is a partnership firm promoted by the Bora family that has around five decades of experience in agro food exports. The firm processes sesame, poppy, and other seeds at its manufacturing facilities in Pune and exports them to USA, Europe, and Mexico.

BAF reported profit after tax (PAT) of Rs.12.10 crore on operating income of Rs.172.49 crore for FY2014-15, as compared with PAT of Rs.15.39 crore on operating income of Rs.191.09 crore in FY2013-14.

Rating History for the last three years:

Name of Instrument /Facilities	FY2017			FY2016		FY2015		FY2014	
	Scale	Amt (Rs. Crore)	Rating	Date	Rating	Date	Rating	Date	Rating
Working Capital	Long Term	60.00	SMERA BBB+ (Issuer not co-operating)	09, Nov, 2015	SMERA BBB+/ Stable (Assigned)	-	-	-	-
Term Loan	Long Term	7.60	SMERA BBB+ (Issuer not co-operating)	09, Nov, 2015	SMERA BBB+/ Stable (Assigned)	-	-	-	-
Derivative/FC/CEL	Short Term	2.20	SMERA A2 (Issuer not co-operation)	09, Nov, 2015	SMERA A2 (Assigned)	-	-	-	-
Letter of Credit	Short Term	2.00	SMERA A2 (Issuer not co-operation)	09, Nov, 2015	SMERA A2 (Assigned)	-	-	-	-

Annexure – Details of instruments rated:

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue	Ratings
Working Capital	NA	NA	NA	60.00	SMERA BBB+ (indicative) Issuer not co-operating*
Term Loan	NA	NA	NA	7.60	SMERA BBB+ (indicative) Issuer not co-operating*
Derivative/FC/CEL	NA	NA	NA	2.20	SMERA A2 (Indicative) Issuer not co-operating*
Letter of Credit	NA	NA	NA	2.00	SMERA A2 (Indicative) Issuer not co-operating*

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

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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.

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