

Press Release

Annapurna Agro Products

May 26, 2020



Rating Review

Total Bank Facilities Rated#	Rs.16.00 Cr.#
Long Term Rating	ACUITE B Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuité has reviewed its long term rating of '**ACUITE B** (read as ACUITE B)' on the Rs.16.00 crore bank facilities of Annapurna Agro Products (AAP). This rating is now an indicative rating and is based on best available information.

Annapurna Agro Products (AAP) established in 2015, is a Solapur-based dal milling firm promoted by Mr. Irappa B Salakki, Mr. G.S. Dhang, Mr. G.B. Hanamshetti and Mr. Aravind G. Salakki. The firm has set up a toor dal processing unit at a cost of Rs.9.00 crore which was funded by a term loan of Rs.7.30 crore and balance from promoters' contribution. The commercial operations commenced in July, 2017 with an operating capacity of 1200 tonnes per year.

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 due date.

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

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

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities- <https://www.acuite.in/view-rating-criteria-59.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.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.

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 (if applicable)

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
19-Mar-2019	Term Loan	Long Term	5.74	ACUITE B / Stable (Reaffirmed)
	Cash Credit	Long Term	8.00	ACUITE B / Stable (Reaffirmed)
	Proposed Bank Facility	Long Term	2.26	ACUITE B / Stable (Reaffirmed)
04-Jan-2018	Term Loan	Long Term	7.30	ACUITE B / Stable (Reaffirmed)
	Cash Credit	Long Term	8.00	ACUITE B / Stable (Reaffirmed)
	Proposed Bank Facility	Long Term	0.70	ACUITE B / Stable (Assigned)
03-Oct-2016	Term Loan	Long Term	8.00	ACUITE B / Stable (Reaffirmed)
	Cash Credit	Long Term	8.00	ACUITE B / Stable (Reaffirmed)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Term Loan	Not Available	Not Applicable	Not Available	5.74	ACUITE B Issuer not co-operating
Cash Credit	Not Available	Not Applicable	Not Available	8.00	ACUITE B Issuer not co-operating
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	2.26	ACUITE B Issuer not co-operating

Contacts

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About Acuite Ratings & Research:

Acuite Ratings & Research Limited (*Erstwhile SMERA Ratings 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 6,000 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 Mumbai.

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