

Press Release

Korangani Tea Company Private Limited (KTCPL)

June 28, 2019

Rating Update



Total Bank Facilities Rated*	Rs. 9.38 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.

Acuite has reviewed long-term rating of '**ACUITE B-**' (read as **ACUITE B minus**) on the Rs. 9.38 crore bank facilities of **Korangani Tea Company Private Limited (KTCPL)**. This rating is now an indicative rating and is based on best available information.

KTCPL was established in 1926 by Late Jadav Prasad Chaliha. Later, it was incorporated in 1999 as Private Limited by Mr. Ranjit Chaliha, Mr. Debajit Chaliha, Mrs. Anchala Chaliha and Mr. Dhruvajit Chaliha as Korangani Tea Company Private Limited. The company is engaged in cultivation and manufacturing of tea. Korangani products were launched in North-East India through its distribution unit, DKD Marketing. Korangani Tea is now available in most parts of eastern India in retail stores such as Big Bazaar.

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 due date.

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

Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-6.htm>
- Manufacturing Entities- <https://www.acuite.in/view-rating-criteria-4.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). Acuite endeavoured 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 attempts.

Status of non-cooperation with previous CRA (if applicable)

None

Any other information

Acuite 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
20-Apr-2018	Tea Hypothecation	Long Term	5.50	ACUITE B-/Stable (Reaffirmed)
	Cash Credit	Long Term	0.14	ACUITE B-/Stable (Reaffirmed)
	Working Capital Term Loan	Long Term	3.00	ACUITE B-/Stable (Reaffirmed)
	Term Loan	Long Term	0.15	ACUITE B-/Stable (Reaffirmed)
	Proposed	Long Term	0.59	ACUITE B-/Stable (Reaffirmed)
14-Mar-17	Tea Hypothecation	Long Term	5.50	ACUITE B-/Stable (Reaffirmed)
	Cash Credit	Long Term	0.14	ACUITE B-/Stable (Reaffirmed)
	Working Capital Term Loan	Long Term	3.00	ACUITE B-/Stable (Reaffirmed)
	Term Loan	Long Term	0.15	ACUITE B-/Stable (Reaffirmed)
	Proposed	Long Term	0.59	ACUITE B-/Stable (Assigned)
15-Dec-15	Tea Hypothecation	Long Term	5.94	ACUITE B-/Stable (Assigned)
	Cash Credit	Long Term	0.26	ACUITE B-/Stable (Assigned)
	Working Capital Term Loan	Long Term	3.00	ACUITE B-/Stable (Assigned)
	Term Loan	Long Term	0.18	ACUITE B-/Stable (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Tea Hypothecation	Not Applicable	Not Applicable	Not Applicable	5.50	ACUITE B-Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	0.14	ACUITE B-Issuer not co-operating*
Working Capital Term Loan	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE B-Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.15	ACUITE B-Issuer not co-operating*
Proposed	Not Applicable	Not Applicable	Not Applicable	0.59	ACUITE B-Issuer not co-operating*

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

Contacts

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About Acuité Ratings & Research:

Acuité 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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