



Press Release

G D FOODS MANUFACTURING (INDIA) PRIVATE LIMITED

October 08, 2018

Rating Update

Total Bank Facilities Rated*	Rs. 85.00 Cr.#
Long Term Rating	ACUITE BBB- Issuer not co-operating*
Short Term Rating	ACUITE A3 Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuité has reviewed the long-term rating of '**ACUITE BBB-**' (**read as ACUITE triple B minus**) and short term rating of '**ACUITE A3**' (**read as ACUITE A three**) on the Rs.85.00 crore bank facilities of G D Foods Manufacturing (India) Private Limited. This rating is now an indicative rating and is based on best available information.

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.

Applicable Criteria

- Default Recognition -<https://www.acuite.in/view-rating-criteria-17.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). 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:

G.D. Foods, incorporated in 1985 is promoted and managed by Mr. B. M. Seth and Mr. Nitin Seth. The company is engaged in the manufacturing and distribution of FMCG products such as sauce, pickles, jam, custard powder, instant mix, mafin, jelly, baking powder, cornflakes etc. It sells its products under the 'Tops' and 'Royal Taste' brand names.

The company reported net profit of Rs.9.87 crore on total income of Rs.224.46 crore for FY2014– 15, as compared with net profit of Rs.2.73 crore on total income of Rs.183.65 crore in FY2013–14. The net worth stood at Rs.38.69 crore as on March 31, 2015, as against Rs.27.66 crore a year earlier.

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
07-July-17	Cash Credit	Long term	45.50	ACUITE BBB- (Indicative)
	Term Loan	Long term	30.17	ACUITE BBB- (Indicative)
	Bank Guarantee	Short Term	0.50	ACUITE A3 (Indicative)
	Letter of Credit	Short Term	0.50	ACUITE A3 (Indicative)
	Proposed Long Term Loan	Long term	8.33	ACUITE BBB- (Indicative)
26-Mar-16	Cash Credit	Long term	45.50	ACUITE BBB-/Stable (Reaffirmed)
	Term Loan	Long term	30.17	ACUITE BBB-/Stable (Reaffirmed)
	Bank Guarantee	Short Term	0.50	ACUITE A3 (Assigned)
	Letter of Credit	Short Term	0.50	ACUITE A3 (Assigned)
	Proposed Long Term Loan	Long term	8.33	ACUITE BBB- (Assigned)
15-Feb-16	Term Loan	Long term	5.00	ACUITE BBB- (Assigned)
	Cash Credit	Long term	5.00	ACUITE BBB- (Assigned)

***Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	45.50	ACUITE BBB- Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	30.17	ACUITE BBB- Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE A3 Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE A3 Issuer not co-operating*
Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	8.33	ACUITE BBB- Issuer not co-operating*

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

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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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