

## Press Release

G. D. Foods Manufacturing (India) Private Limited

May 25, 2022



### Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	1.00	-	ACUITE A4+   Reaffirmed   Issuer not co-operating*
Bank Loan Ratings	84.00	ACUITE BB-   Downgraded   Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	85.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

### Rating Rationale

Acuite has downgraded the long term rating to '**ACUITE BB-**' (read as **ACUITE double B minus**) from '**ACUITE BB**' (read as **ACUITE double B**) and reaffirmed the short-term rating at '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 85.00 crore bank facilities of G. D. Foods Manufacturing (India) Private Limited (GDFMPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

### About the Company

Delhi based GDFMPL, 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, muffin, jelly, baking powder, cornflakes etc. It sells its products under the 'Tops' and 'Royal Taste' brand names.

### 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 the due date.

This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

### 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 endeavored 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 requests.

## Rating Sensitivity

No information provided by the issuer / available for Acuite to comment upon.

## Material Covenants

Not applicable.

## Liquidity Position

No information provided by the issuer / available for Acuite to comment upon.

## Outlook

Not applicable.

## Status of non-cooperation with previous CRA

None

## Any other information

None

## Applicable Criteria

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

## Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
23 Feb 2021	Term Loan	Long Term	30.17	ACUITE BB (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	0.50	ACUITE A4+ (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	8.33	ACUITE BB (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	45.50	ACUITE BB (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	0.50	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	0.50	ACUITE A4+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.50	ACUITE A4+ (Issuer not co-operating*)

16 Dec 2019	Cash Credit	Long Term	45.50	ACUITE BB+ (Issuer not co-operating*)
	Term Loan	Long Term	30.17	ACUITE BB+ (Issuer not co-operating*)
	Proposed Long Term Loan	Short Term	8.33	ACUITE A4+ (Issuer not co-operating*)
08 Oct 2018	Letter of Credit	Short Term	0.50	ACUITE A3 (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	8.33	ACUITE BBB- (Issuer not co-operating*)
	Term Loan	Long Term	30.17	ACUITE BBB- (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.50	ACUITE A3 (Issuer not co-operating*)
	Cash Credit	Long Term	45.50	ACUITE BBB- (Issuer not co-operating*)
07 Jul 2017	Cash Credit	Long Term	45.50	ACUITE BBB- (Issuer not co-operating*)
	Term Loan	Long Term	30.17	ACUITE BBB- (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.50	ACUITE A3 (Issuer not co-operating*)
	Letter of Credit	Short Term	0.50	ACUITE A3 (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	8.33	ACUITE BBB- (Issuer not co-operating*)
26 Mar 2016	Term Loan	Long Term	30.17	ACUITE BBB-   Stable (Reaffirmed)
	Cash Credit	Long Term	45.50	ACUITE BBB-   Stable (Reaffirmed)
	Bank Guarantee	Short Term	0.50	ACUITE A3 (Assigned)
	Letter of Credit	Short Term	0.50	ACUITE A3 (Assigned)
	Proposed Bank Guarantee	Long Term	8.33	ACUITE BBB-   Stable (Assigned)
15 Feb 2016	Term Loan	Long Term	5.00	ACUITE BBB-   Stable (Assigned)
		Long		
	Cash Credit	Term	5.00	ACUITE BBB-   Stable (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
HDFC Bank Ltd	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE A4+   Reaffirmed   Issuer not co-operating*
ICICI Bank Ltd	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	45.50	ACUITE BB-   Downgraded   Issuer not co-operating*
HDFC Bank Ltd	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE A4+   Reaffirmed   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	8.33	ACUITE BB-   Downgraded   Issuer not co-operating*
HDFC Bank Ltd	Not Applicable	Term Loan	Not available	Not available	Not available	30.17	ACUITE BB-   Downgraded   Issuer not co-operating*

## Contacts

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### About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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