

Press Release

Ajit Agro Industries (AAI)

18 October, 2017



Rating Update

Total Bank Facilities Rated*	Rs.5.00 Cr
Short Term Rating (Indicative)	SMERA B+ Issuer not co-operating*

#Refer Annexure for details

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

SMERA has reviewed the long-term rating of '**SMERA B+**' (**read as SMERA B plus**) on the Rs.5.00 crore bank facilities of Ajit Agro Industries (AAI). This is an indicative rating.

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. However, the issuer/borrower failed to submit required documents before due date.

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>
- Default Recognition: <https://www.smera.in/criteria-default.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). SMERA endeavoured to gather information about the entity / industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information on which the indicative credit rating is based.

About the rated entity: AAI, established in 1976, is a Madhya Pradesh-based partnership firm engaged in ginning and pressing of cotton and extraction of cotton seed oil. The firm has nine oil extraction machines and the production capacity stands at around 150 quintals of cotton lint per day.

For FY2014-15, the firm reported profit after tax (PAT) of Rs.0.14 crore on operating income of Rs.15.46 crore as compared with PAT of Rs.0.21 crore on operating income of Rs.26.82 crore for FY2013-14. The net worth stood at Rs.3.97 crore as on March 31, 2015 as compared with Rs.3.43 crore a year earlier.

Rating history (last three years):

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
February 26, 2016	Cash Credit	Long Term	5.00	SMERA B+ (Assigned)

Annexure – Details of instruments rated:

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Cash Credit	NA	NA	NA	5.00	SMERA B+ Issuer not co-operating*

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

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ABOUT SMERA

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