

## Press Release

Ponmurugan Dhall Mills

December 26, 2019

### Rating Update



|                                     |                                        |
|-------------------------------------|----------------------------------------|
| <b>Total Bank Facilities Rated*</b> | Rs.9.93 Cr.#                           |
| <b>Long Term Rating</b>             | ACUITE BB-<br>Issuer not co-operating* |
| <b>Short Term Rating</b>            | ACUITE A4+<br>Issuer not co-operating* |

#Refer Annexure for details

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

Acuité has reviewed long term rating of '**ACUITE BB-**' (read as **ACUITE double B minus**) and short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) to the Rs.9.93 crore bank facilities of Ponmurugan Dhall Mills. This rating is now an indicative rating and is based on best available information.

PDM, established in 1960 by Mr. M. Vanniyarajan, is engaged in the processing of wheat flour, broken wheat, gram flour among others. The firm, closely held by Mr. V. Chandrasekaran and his brothers V. Senthil Kumar and V.V. Balasubramaniam (sons of Mr. M. Vanniyarajan), also trades in pulses. The manufacturing facility is located at Coimbatore (Tamil Nadu) and has installed capacity of 4 tons per day.

#### 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/criteria-default.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.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 - 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

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                        |
|--------------|---------------------------------|------------|-----------------|----------------------------------------|
| 28-Sept-2018 | Cash Credit                     | Long Term  | 9.90            | ACUITE BB-<br>Issuer not co-operating* |
|              | Proposed Bank Guarantee         | Short Term | 0.03            | ACUITE A4+<br>Issuer not co-operating* |
| 29- Aug-2017 | Cash Credit                     | Long Term  | 9.90            | ACUITE BB-/Stable<br>(Reaffirmed)      |
|              | Proposed Bank Guarantee         | Short Term | 0.03            | ACUITE A4+<br>(Reaffirmed)             |
| 06- Apr-2016 | Cash Credit                     | Long Term  | 9.90            | ACUITE BB-/Stable<br>(Assigned)        |
|              | Proposed Bank Guarantee         | Short Term | 0.03            | ACUITE A4+<br>(Assigned)               |

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

### \*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 | 9.90                          | ACUITE BB-<br>Issuer not co-operating* |
| Proposed Bank Guarantee | Not Applicable   | Not Applicable | Not Applicable | 0.03                          | ACUITE A4+<br>Issuer not co-operating* |

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

### Contacts

| Analytical                                                                                                                                                                                                                                                                                                                     | Rating Desk                                                                                                                             |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------|
| <p>Pooja Ghosh<br/>Head - Corporate and Infrastructure<br/>Sector Ratings<br/>Tel: 033-6620-1203<br/><a href="mailto:pooja.ghosh@acuite.in">pooja.ghosh@acuite.in</a></p> <p>Shubham Ghosh<br/>Analyst - Rating Operations<br/>Tel: 033-6620-1212<br/><a href="mailto:shubham.ghosh@acuite.in">shubham.ghosh@acuite.in</a></p> | <p>Varsha Bist<br/>Manager - Rating Desk<br/>Tel: 022-49294011<br/><a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a></p> |

**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.

**Disclaimer:** An Acuite rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuite ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuite, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuite is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuite ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website ([www.acuite.in](http://www.acuite.in)) for the latest information on any instrument rated by Acuite.