



## Press Release

### Bajrang Agro Industries Private Limited

October 13, 2018

### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs. 31.50 Cr.#
<b>Long Term Rating</b>	ACUITE BBB- Issuer not co-operating*
<b>Short Term Rating</b>	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. 31.50 crore bank facilities of Bajrang Agro Industries 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>
- Financial Ratios and Adjustments: <https://www.smera.in/criteria-fin-ratios.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:

Established in 1986 as Bajrang Extractions Private Limited, the company was renamed Bajrang Agro Industries Private Limited (BAIPL) in April 2006. Promoted by Mr. Subash Goyal and family, BAIPL is engaged in soya oil extraction and refining, processing of wheat products, manufacturing of pasta products and vermicelli. The manufacturing facility is located at Indore with installed capacity of 90,000 and 15,000 TPA respectively for solvent extraction and refining. The capacity for wheat flour milling and pasta manufacturing is 30,000 and 8,760 TPA respectively. BAIPL sells its wheat and pasta products under the Cookwell and Sarvottam brand names.

For FY2014-15, BAIPL reported profit after tax (PAT) of Rs.6.04 crore on operating income of Rs.289.15

crore, compared with PAT of Rs.6.60 crore on operating income of Rs.304.53 crore in FY2013-14.

#### 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
17th Aug 17	Cash Credit	Long term	30.00	ACUITE BBB- (Indicative)
	Bank Guarantee	Short Term	1.50	ACUITE A3 (Indicative)
10th Jun 16	Cash Credit	Long term	30.00	ACUITE BBB-/Stable (Assigned)
	Bank Guarantee	Short Term	1.50	ACUITE A3 (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	30.00	ACUITE BBB- Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE A3 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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