

Press Release

Amir Chand Jagdish Kumar (Exports) Limited

January 09, 2020



Rating Update

Total Bank Facilities Rated*	Rs.120.00 Cr.#
Long Term Rating	ACUITE BB+ (Downgraded from ACUITE BBB) Issuer not co-operating*
Short Term Rating	ACUITE A4+ (Downgraded from 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 downgraded the long-term rating of Amir Chand Jagdish Kumar (Exports) Limited (ACJKL) to '**ACUITE BB+**' (read as **ACUITE double B plus**) from '**ACUITE BBB**' (read as **ACUITE triple B**) and the short term rating to '**ACUITE A4+**' (read as **ACUITE A four plus**) from '**ACUITE A3+**' (read as **ACUITE A three plus**). This rating is now an indicative rating and is downgraded on account of information risk.

ACJKL, established in 1986 by Mr. J K Suri and family, is engaged in the processing and trading of basmati and non-basmati rice. The company sells rice in the domestic and export markets under the Aeroplane Rice brand name. The corporate office is located in Delhi while the processing units of the company are located in Ajnala, Amritsar and Safidon.

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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

Applicable Criteria

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

BRICKWORKS, vide its press release dated Oct 22, 2019 had denoted the rating of Amir Chand Jagdish Kumar (Exports) Ltd as 'BWR BBB-/A3 (ISSUER NOT COOPERATING)' on account of lack of adequate information required for monitoring of ratings.

The earlier rating, however, stood at 'BWR A-/Stable/BWR A2+' vide its press release dated October 08, 2018.

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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
17-Nov-2018	Cash Credit	Long Term	30.00	ACUITE BBB Issuer not co-operating*
	Bills Discounting	Long Term	50.00	ACUITE BBB Issuer not co-operating*
	Post Shipment Credit	Long Term	30.00	ACUITE BBB Issuer not co-operating*
	Letter of Credit	Short Term	10.00	ACUITE A3+ Issuer not co-operating*
Sep 27, 2017	Cash Credit	Long Term	30.00	ACUITE BBB Issuer not co-operating*
	Bills Discounting	Long Term	50.00	ACUITE BBB Issuer not co-operating*
	Post Shipment Credit	Short Term	30.00	ACUITE BBB Issuer not co-operating*
	Letter of Credit	Long Term	10.00	ACUITE A3+ Issuer not co-operating*
July 12, 2016	Cash Credit	Long Term	30.00	ACUITE BBB /Stable (Assigned)
	Bills Discounting	Long Term	50.00	ACUITE BBB /Stable (Assigned)
	Post Shipment Credit	Short Term	30.00	ACUITE BBB /Stable (Assigned)
	Letter of Credit	Long Term	10.00	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 BB+ Issuer not co-operating*
Bills Discounting	Not Applicable	Not Applicable	Not Applicable	50.00	ACUITE BB+ Issuer not co-operating*
Post Shipment Credit	Not Applicable	Not Applicable	Not Applicable	30.00	ACUITE BB+ Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	10.00	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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