

Press Release

OM Rice & Agro Industries (ORAI)

November 01, 2017



Rating Update

Total Bank Facilities Rated*	Rs. 8.00 Cr. #
Long Term Rating	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. 8.00 crore bank facilities of Om Rice & Agro Industries (ORAI). 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

- Default Recognition - <https://www.smerra.in/criteria-default.htm>
- Trading entities - <https://www.smerra.in/criteria-trading.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

ORAI, established in 2007, is a partnership firm headed by the partners - Mr. Peeyush Sachani and Mr. Himanshu Sachani. The firm is engaged in processing of rice at its unit in Nagpur. The firm also sells by-products such as broken rice and rice bran, which constitute around 10-20 per cent of the revenue.

In FY2014-15, ORAI reported net profit of Rs.0.05 crore on operating income of Rs.29.86 crore, as compared to net profit of Rs.0.08 crore on operating income of Rs. 16.18 crore in the previous year. Further, company has reported net profit of Rs. 0.28 crore on operating income of Rs. 42.87 crore in FY 2015-16 (provisional).

Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
14-July-2016	Cash Credit	Long Term	INR 8.00	SMERA B+ / Stable

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	8.00	SMERA B+ Issuer not co-operating*

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

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