

Press Release

Kisan Phosphates Private Limited

02 January, 2018



Rating Update

Total Bank Facilities Rated*	Rs.38.50 Cr
Long Term Rating (Indicative)	SMERA BB- Issuer not co-operating*
Short Term Rating (Indicative)	SMERA A4+ 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 BB-**' (read as SMERA double B minus) and **short term rating of SMERA A4+ (Read as SMERA A Four plus)** on the Rs.38.50 crore bank facilities of Kisan Phosphates Private Limited. This rating is now an indicative rating and is based on best available information.

Non-cooperation by the issuer/borrower: SMERA 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 SMERA's policies.

Applicable Criteria

- Manufacture Entities: <https://www.smera.in/criteria-manufacturing.htm>
- Default Recognition: <https://www.smera.in/criteria-default.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). 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:

KPPL, incorporated in 2012, was promoted by Mr. Murlidhar Gupta, Mr. Nitin Kedia, Mr. Nirmal Kedia and others. The company commenced operations in September 2014 to

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manufacture single super phosphate (SSP) and Di Calcium Phosphate (DCP) fertiliser at Hisar (Haryana). The installed capacity of the company is 132,000 MT per annum

For FY2014-15, the company reported net loss of Rs.1.36 crore on operating income of Rs.19.18 crore. As per the 12 month provisional financials for FY2015-16, the company reported profit after tax (PAT) of Rs.1.03 crore on operating income of Rs.44.80 crore. The net worth stood at Rs.20.73 crore (provisional) as on March 31, 2016 as against Rs.10.30 crore a year earlier.

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
3 rd -October-2016	Cash Credit	Long term	9.35	SMERA BB-/Stable (Assigned)
	Term loan	Long term	14.00	SMERA BB-/Stable (Assigned)
	Proposed working capital demand loan	Long term	0.15	SMERA BB-/Stable (Assigned)
	Letter of credit	Short term	14.00	SMERA A4+ (Assigned)
	Bank guarantee	Short term	1.00	SMERA A4+ (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	9.35	SMERA BB- (Indicative)
Term loan	NA	NA	NA	14.00	SMERA BB- (Indicative)
Proposed working capital demand loan	NA	NA	NA	0.15	SMERA BB- (Indicative)

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Letter of credit	NA	NA	NA	14.00	SMERA A4+ (Indicative)
Bank guarantee	NA	NA	NA	1.00	SMERA A4+ (Indicative)

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

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ABOUT SMERA

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