

Press Release

Rajgad Sahakari Sakhar Kharkhana Limited

March 12, 2019



Rating Update

Total Bank Facilities Rated	Rs.70.55 Cr#
Long Term Rating	ACUITE D (Downgraded from ACUITE C) Issuer not co-operating*
Short Term Rating	ACUITE D (Downgraded from ACUITE A4) Issuer not co-operating*

Refer Annexure for details

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

Acuité has downgraded the long term rating to '**ACUITE D**' (**read as ACUITE D**) from '**ACUITE BB**' (**read as ACUITE double B**) and short term rating to '**ACUITE D**' (**read as ACUITE D**) from '**ACUITE A4**' (**read as ACUITE A four**) on the Rs.70.55 crore bank facilities of Rajgad Sahakari Sakhar Kharkhana Limited (RSSKL). This rating is now indicative and based on the best available information.

The rating downgrade is in view of persistent delays in servicing the debt obligation.

RSSKL, incorporated in 1989 by Mr Anantrao Thopate is engaged in the manufacturing of sugar at Pune, Maharashtra. The company has an installed capacity of 1,250 Tonnes Crushed per Day (TCD).

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-14.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

	Unit	FY17 (Actual)	FY16 (Actual)	FY15 (Actual)
Operating Income	Rs. Cr.	64.37	48.33	73.16
EBITDA	Rs. Cr.	(2.07)	2.31	(11.69)
PAT	Rs. Cr.	(6.28)	0.63	(14.49)
EBITDA Margin	(%)	(3.21)	4.78	(15.98)
PAT Margin	(%)	(9.76)	1.30	(19.81)
ROCE (%)	(%)	(6.04)	11.81	(64.01)
Total Debt/Tangible Net Worth	Times	3.34	(2.02)	(1.11)
PBDIT/Interest	Times	(0.50)	1.59	(5.00)
Total Debt/PBDIT	Times	(20.39)	25.86	(3.51)
Gross Current Assets (Days)	Days	194	520	208

Status of non-cooperation with previous CRA (if applicable)

Not Applicable

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
16-Jan-2018	Cash Credit	Long Term	50.00	ACUITE C (Reaffirmed)
	Term loans (Excise loan)	Short Term	4.86	ACUITE A4 (Reaffirmed)
	Long term loan (Soft loan and Working Capital Term) Loan	Long Term	5.69	ACUITE C (Reaffirmed)
	Working capital demand loan (WCDL)	Short Term	2.00	ACUITE C (Reaffirmed)
	Term loans (Excise loan)	Long Term	8.00	ACUITE A4 (Assigned)
21-Oct-2016	Cash Credit	Long Term	50.00	ACUITE C (Assigned)
	Short Term Loan (Excise loan)	Short Term	4.86	ACUITE A4 (Assigned)
	Long term loan (Soft loan and	Long Term	7.69	ACUITE C

	Working Capital Term) Loan			(Assigned)
	Proposed Short Term Loan	Short Term	8.00	ACUITE 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/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	50.00	ACUITE D (Downgraded from ACUITE C) Issuer not co-operating*
Term loans (Excise loan)	Not Applicable	Not Applicable	Not Applicable	4.86	ACUITE D (Downgraded from ACUITE A4) Issuer not co-operating*
Long term loan (Soft loan and Working Capital Term) Loan	Not Applicable	Not Applicable	Not Applicable	5.69	ACUITE D (Downgraded from ACUITE C) Issuer not co-operating*
Working capital demand loan (WCDL)	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE D (Downgraded from ACUITE A4) Issuer not co-operating*
Term loans (Excise loan)	Not Applicable	Not Applicable	Not Applicable	8.00	ACUITE D (Downgraded from ACUITE C) Issuer not co-operating*

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (Erstwhile ACUITE 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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