Press Release

G S Agri Exim Private Limited

July 19, 2019

Rating Update

Total Bank Facilities Rated*	Rs.7.00 Cr. #
Long Term Rating	ACUITE BB- (Downgraded from ACUITE BB+) Issuer not co-operating*
Short Term Rating	ACUITE A4 (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 of **'ACUITE BB-' (read as ACUITE double B minus)** from **'ACUITE BB+' (read as ACUITE double B plus)** and short term rating of **'ACUITE A4' (read as ACUITE A four)** from **'ACUITE A4+' (read as ACUITE A four plus)** on the above bank facilities of **G S AGRI EXIM PRIVATE LIMITED (GSAE).** This rating is now an indicative rating and is based on best available information.

The downgrade in the rating is on account of steep decline in profitability. EBITDA and PAT margins have declined consistently in the last three years. Also, profitability in FY2018 was not in line with expectations.

Indore-based, GS Agri Exim Pvt. Ltd (formerly known as GS Exim Pvt. Ltd) was incorporated in 1995. Subsequently, Mr. Ram Kumar Agrawal took over the company in 2009. GSAE is engaged in the trading of agro-commodities used in cattle feed mainly De-Oiled Rice Bran, Rapeseed De-Oiled Cake, Sal Seed to name a few. GSAE caters to domestic market which includes government dairies.

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
- Financial Ratios And Adjustments -https://www.acuite.in/view-rating-criteria-20.htm
- Manufacturing Entities - https://www.acuite.in/view-rating-criteria-4.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 requests.

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
08-May-2018	Cash Credit	Long Term	4.00	ACUITE BB+ / Stable (Upgraded)
	Letter of Credit	Long Term	3.00	ACUITE A4+ / Stable (Reaffirmed)
08-Feb-2017	Cash Credit	Long Term	4.00	ACUITE BB / Stable (Upgraded)
	Letter of Credit	Long Term	3.00	ACUITE A4 / Stable (Reaffirmed)

#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	4.00	ACUITE BB- (Downgraded from ACUITE BB+) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating*

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

Contacts

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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.