

Press Release

Maharashtra Food Processing and Cold Storage

February 23, 2022



Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	1.25	ACUITE BB- Downgraded Issuer not co-operating*	-
Bank Loan Ratings	13.50	-	ACUITE A4+ Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	14.75	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuité has downgraded the long-term rating to '**ACUITE BB-**' (read as **ACUITE double B Minus**) from '**ACUITE BB**' (read as **ACUITE double B**) and reaffirmed the short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**)' on the Rs. 14.75 crore bank facilities of Maharashtra Food Processing and Cold Storage. The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

Maharashtra Food Processing and Cold Storage (MFCS), a Navi Mumbai-based partnership firm, was established in 2014 by Mr. Sunny Khattar and partners. The firm is engaged in processing of raw halal boneless buffalo meat. The firm has an integrated processing plant located at Phaltan, Maharashtra with an installed capacity of slaughtering 1000 buffaloes per day and licensed utilisation is 60 per cent. The firm purchases raw material, live animals, from local and domestic markets. The final product, buffalo meat, is exported to countries such as Vietnam, Jordan, China, Egypt and other African and Middle Eastern countries.

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 the due date.

This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

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.

Rating Sensitivity

"No information provided by the issuer / available for Acuite to comment upon."

Material Covenants

Not Applicable.

Liquidity Position

No information provided by the issuer / available for Acuite to comment upon.

Outlook

Not Applicable

Status of non-cooperation with previous CRA

None.

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Applicable Criteria

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

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
23 Nov 2020	Cash Credit	Long Term	1.25	ACUITE BB (Downgraded and Issuer not co-operating*)
	Packing Credit	Short Term	13.50	ACUITE A4+ (Issuer not co-operating*)
11 Sep 2019	Cash Credit	Long Term	1.25	ACUITE BB+ (Issuer not co-operating*)
	Packing Credit	Short Term	13.50	ACUITE A4+ (Issuer not co-operating*)
02 Jul 2018	Cash Credit	Long Term	1.25	ACUITE BB+ Stable (Upgraded from ACUITE BB)
	Packing Credit	Short Term	13.50	ACUITE A4+ (Reaffirmed)
20 Apr 2018	Cash Credit	Long Term	1.25	ACUITE BB (Issuer not co-operating*)
	Packing Credit	Short Term	13.50	ACUITE A4+ (Issuer not co-operating*)
03 Mar 2017	Cash Credit	Long Term	1.25	ACUITE BB Stable (Assigned)
	Packing Credit	Short Term	13.50	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.25	ACUITE BB- Downgraded Issuer not co-operating*
Bank of India	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	13.50	ACUITE A4+ Reaffirmed Issuer not co-operating*

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About Acuité Ratings & Research

Acuité Ratings & Research 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 8,850 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 KanjurMarg, Mumbai.

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