

Press Release

A M Rice Mills

June 11, 2018



Rating Update

Total Bank Facilities Rated	Rs. 18.00 Cr.#
Long Term Rating	ACUITE BB- Issuer not co-operating*
Short Term Rating	ACUITE A4+ Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuité has reviewed the the long-term rating of '**ACUITE BB-**' (**read as ACUITE double B minus**) and the short-term rating of '**ACUITE A4+**' (**read as ACUITE A four plus**) on the Rs.18.00 crore bank facilities of A M Rice Mills. This rating is now an indicative rating and is based on best available information.

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/criteria-default.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 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:

A.M. Rice Mills (AMRM), established in 1986 is a Haryana-based partnership concern promoted by Mr.Anil Kr. Gupta and Mr. Abhisekh Gupta. The firm is engaged in the milling and processing of basmati and non-basmati rice and has an installed capacity of 5 metric ton rice per hour. The firm procures the raw material i.e. paddy from the local market and sells rice under the brand name 'Ampure' in the domestic as well as international market.

For FY2015-16, the firm reported PAT of Rs.0.24 cr on operating income of Rs.51.64 cr as compared with PAT of Rs.0.22 cr on operating income of Rs.53.41 cr for FY2014-15. The net worth stood at Rs.5.10 cr as on March 31, 2016 as compared with Rs.2.68 cr a year earlier. The net worth of Rs.5.10 cr in FY2016 includes quasi equity of Rs.2.99 crore.

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

None

Any other information

None

***Rating History (Upto last three years)**

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
25-Mar-17	Cash credit	Long term	12.00	ACUITE BB-/ Stable (Assigned)
	Term Loans	Long term	0.34	ACUITE BB-/ Stable (Assigned)
	PC/PCFC	Short term	4.00	ACUITE A4+ (Assigned)
	Proposed Long Term loan	Long term	1.66	ACUITE BB-/ Stable (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	12.00	ACUITE BB- Issuer not co-operating
Term Loans	Not Applicable	Not Applicable	Not Applicable	0.34	ACUITE BB- Issuer not co-operating
PC/PCFC	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE A4+ Issuer not co-operating
Proposed Long Term loan	Not Applicable	Not Applicable	Not Applicable	1.66	ACUITE BB- 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.

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