

Press Release

Krishna Tunga Agro Industries

July 11, 2018

Rating Update



Total Bank Facilities Rated*	Rs. 11.25 Cr.
Long Term Rating	ACUITE B+ Issuer not co-operating*

#Refer Annexure for details

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

Acuite has reviewed long-term rating of '**ACUITE B+**' (read as **ACUITE B plus**) on the Rs.11.25 crore bank facilities of Krishna Tunga Agro Industries (KTAI).

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

Applicable Criteria

- Default Recognition: <https://www.acuite.in/criteria-default.htm>
- manufacturing Sector: <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). Acuite endeavored to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity:

KTAI, established in November 2013, is a Karnataka-based firm engaged in the manufacturing and processing of food grains, pulses among others. The firm is headed by Mr. B. Prasad.

For FY2014-15, KTAI reported net profit after tax of Rs.0.24 crore on total income of Rs.38.23 crore as against a net loss of Rs.0.43 crore on total income of Rs.9.66 crore a year earlier. The net worth stood at Rs.5.35 crore as on March 31, 2015, as compared with Rs.4.04 crore a year earlier.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
10 April, 2017	Term Loan	Long Term	2.25	ACUITE B+/Stable (Assigned)
	Cash Credit	Long Term	9.00	ACUITE B+/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
Term Loan	NA	NA	NA	2.25	ACUITE B+

					Issuer not co-operating*
Cash Credit	NA	NA	NA	9.00	ACUITE B+ 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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