

Press Release
S N Dairy Foods Private Limited

July 25, 2018



Rating Update

| | |
|-------------------------------------|--|
| Total Bank Facilities Rated# | Rs. 11.00 Cr. |
| Long Term Rating | ACUITE BB- 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 long-term rating of '**ACUITE BB-**' (**read as ACUITE double B minus**) on the Rs.11.00 crore bank facilities of S N Dairy Foods Private Limited. 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>
- Trading Entities -<https://www.acuite.in/view-rating-criteria-6.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:

The Uttar Pradesh- based, S N Dairy Foods Private Limited (SNDPL) was incorporated in 2013 by Mr. Ravikant Kumar Agrawal, Mr. Vinod Kumar Agarwal, Mr. Pradeep Kumar Agarwal and Mr. Sushil Kumar Agarwal. The company is engaged in the business of manufacturing of ghee, butter, skimmed milk powder (SMP), packaged milk, curd and yogurt etc. with the installed capacity for milk processing of 220.80 lakh litres per annum.

In FY2015-16 the company has achieved the operating income of Rs.52.55 crore in with the Profit after Tax (PAT) of 0.17 crore as compared to the operating income of Rs. 25.50 crore with PAT of 0.14 cr a year earlier. The Networth of the firm stands Rs.12.53 crore (includes quasi equity of Rs. 8.07 crore) in FY2015-16 as compared to 8.59 crore (includes quasi equity of Rs. 6.29 crore) a year earlier.

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 |
|-------------|---------------------------------|-----------|-----------------|--------------------------------|
| 16-May-2017 | Cash Credit | Long Term | 5.00 | ACUITE BB- / Stable (Assigned) |
| | Term Loan | Long Term | 6.00 | 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 | 5.00 | ACUITE BB- Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 6.00 | 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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