

Press Release

Roy Agrovets Private Limited

October 24, 2019

Rating Update



Total Bank Facilities Rated*	Rs. 15.00 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.

Acuite has reviewed the long-term rating of **ACUITE BB+' (read as ACUITE double B)** and short-term rating of **ACUITE A4+' (read as ACUITE A four plus)** on the Rs. 15.00 crore bank facilities of Roy Agrovets Private Limited(RAPL). This rating is now an indicative rating and is based on best available information.

The company was incorporated in the year 2011, as a Kolkata based company. It is engaged in production of commercial broiler. The company has an installed capacity of 25 lakh birds. At Present Roy Agrovets Private Limited is engaged in Integrated Commercial Broiler production business on contractual basis. The term Integrated Commercial Broiler production means that company is producing its own chicks from hatching eggs, procuring poultry feed, procuring medicines and growing birds with the help of expert grower as well. Hatching eggs are purchased from different breeding firms like Mayuri Broiler Breeding Farm, Golden Farms, Geeta Breeding Farm, Purva Breeders Private Limited and incubated from contractual hatcheries for a nominal processing charge. The normal incubation period is 3 weeks after which the Chicks are incubated from eggs and sent to the employed farmers for Growing job or sold to customers. Medicines and supplements are purchased from different pharmaceutical companies like Venkys India Ltd, Pfizer India Ltd, Bayer India Ltd etc and sent to farmers for rearing poultry birds. After growing which approximately takes 42 days the birds are sold to different traders/wholesaler.

Analytical Approach

Acuite has considered the standalone business and financial risk profiles of RAPL to arrive at this rating.

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>
- 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). 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 - Key Financials

The rated entity has not shared the latest financial statements despite repeated attempts.

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

Not applicable

Any other information

Acuite 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. Crore)	Ratings/Outlook
17-Aug-2018	Cash Credit	Long Term	9.25	ACUITE BB+/ Stable (Downgraded from ACUITE BBB-/ Stable)
	Term Loans	Long Term	5.25	ACUITE BB+/ Stable (Downgraded from ACUITE BBB-/ Stable)
	Bank Guarantee	Short Term	0.50	ACUITE A4+ (Downgraded from ACUITE A3)
01-Jun-2017	Cash Credit	Long Term	1.50	ACUITE BBB-/Stable (Assigned)
	Term Loans	Long Term	9.80	ACUITE BBB-/Stable (Assigned)
	Proposed Cash Credit	Long Term	2.00	ACUITE BBB-/Stable (Assigned)
	Proposed Long Term Loan	Long Term	0.60	ACUITE BBB-/Stable (Assigned)
	Bank Guarantee	Short Term	0.50	ACUITE A3 (Assigned)
	Letter of Credit	Short Term	0.60	ACUITE A3 (Assigned)

#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	9.25	ACUITE BB+ Issuer not co-operating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	5.25	ACUITE BB+ Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE A4+ Issuer not co-operating*

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

Contacts

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About Acuite Ratings & Research:

Acuite Ratings & Research Limited (Erstwhile ACUITE 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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