Press Release

GRM Foods Private Limited

June 13, 2022

Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	10.00	-	ACUITE A4+ | Reaffirmed | Issuer not co-operating*
Bank Loan Ratings	25.00	ACUITE BB- | Reaffirmed | Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	35.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuité has reaffirmed the long-term rating to **'ACUITE BB-' (read as ACUITE double B minus)** and reviewed the short-term rating of **'ACUITE A4+' (read as ACUITE A four plus)** on the Rs. 35.00 crore bank facilities of GRM Foods Private Limited. The rating continues to be flagged as "Issuer Not-Cooperating" on account of information risk.

About the Company

The Haryana based, GFPL was established in 1974 as a partnership firm. Later in 2015, the constitution was changed to private limited and is managed by Mr. Pradeep Kumar, and Mr. Neeraj Bala. The company is engaged in the business of milling and processing of basmati rice with an installed capacity of 10 tonnes per hour.

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.

Other Factors affecting Rating
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
15 Mar 2021	Packing Credit	Short Term	10.00	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	22.00	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	3.00	ACUITE BB- (Downgraded and Issuer not co-operating*)
17 Dec 2019	Bank Guarantee	Long Term	22.00	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	3.00	ACUITE BB (Issuer not co-operating*)
	Packing Credit	Short Term	10.00	ACUITE A4+ (Issuer not co-operating*)
19 Sep 2018	Packing Credit	Short Term	10.00	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	3.00	ACUITE BB (Issuer not co-operating*)
	Cash Credit	Long Term	22.00	ACUITE BB (Issuer not co-operating*)
11 Jul 2017	Packing Credit	Short Term	10.00	ACUITE A4+ (Assigned)
	Term Loan	Long Term	3.00	ACUITE BB | Stable (Assigned)
	Cash Credit	Long Term	22.00	ACUITE BB | Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	22.00	ACUITE BB- | Reaffirmed | Issuer not co-operating*
Punjab National Bank	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE A4+ | Reaffirmed | Issuer not co-operating*
Punjab National Bank	Not Applicable	Term Loan	Not available	Not available	Not available	3.00	ACUITE BB- | Reaffirmed | Issuer not co-operating*

Contacts

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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.