

Press Release

Mangala Cashew Industries

October 06, 2020



Rating Update

Total Bank Facilities Rated*	Rs.60.00 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.

Acuité has reviewed the long-term rating of '**ACUITE B+** (read as **ACUITE B plus**) on the Rs.60.00 crore bank facilities of Mangala Cashew Industries. This rating is now an indicative rating and is based on the best available information.

Mangala Cashew Industries (MCI) is a Mangalore-based partnership firm established in 1985. The firm is engaged in trading and processing of raw cashew nuts. The firm derives around 80 percent of its revenue from trading of raw cashew nuts and remaining from the processing of raw cashew nuts. The firm exports around 96 percent of its revenue to countries including Vietnam, Middle East, Europe and the United States of America and remaining is sold in the domestic market. The firm procures the raw cashew nuts from East and West African countries.

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 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/view-rating-criteria-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-61.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 - Key Financials

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

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

ICRA, vide its press release dated Mar 26, 2019 had denoted the rating of Mangala Cashew Industries as 'ICRA B+/Stable; ISSUER NOT CO-OPERATING & WITHDRAWN' on account of lack of adequate information required for monitoring the ratings.

Any other information

Acuité 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. Cr.)	Ratings/Outlook
30-Jul-2019	Secured Overdraft	Long Term	50.00	ACUITE B+/ Stable (Downgraded)
	Term Loan	Long Term	1.17	ACUITE B+/ Stable (Downgraded)
	Proposed Bank Facility	Long Term	8.83	ACUITE B+/ Stable (Downgraded)
06-Aug-2018	Secured Overdraft	Long Term	50.00	ACUITE BB-/ Stable (Downgraded)
	Proposed Secured Overdraft	Long Term	10.00	ACUITE BB-/ Stable (Assigned)
01-Aug-2017	Cash Credit	Long Term	25.00	ACUITE BB/ Stable (Assigned)
	Proposed Cash Credit	Long Term	25.00	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. Cr.)	Ratings
Secured Overdraft	Not Applicable	Not Applicable	Not Applicable	50.00	ACUITE B+ Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	1.17	ACUITE B+ Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	8.83	ACUITE B+ Issuer not co-operating*

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

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About Acuité Ratings & Research:

Acuité Ratings & Research 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 8,000 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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