



Press Release

Excelloous Commodities Private Limited

OCTOBER 17, 2018

Rating Update

Total Bank Facilities Rated #	Rs. 35.00 Cr.
Long Term Rating	ACUITE D (Downgraded from ACUITE B/Stable) Issuer not co-operating*
Short Term Rating	ACUITE D (Downgraded from ACUITE B/Stable) Issuer not co-operating*

Refer Annexure for details

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

Rating Rationale

Acuité has downgraded the long term rating to '**ACUITE D**' (**read as ACUITE D**) from '**ACUITE B**' (**read as ACUITE B**) and short term rating to '**ACUITE D**' (**read as ACUITE D**) from '**ACUITE A4**' (**read as ACUITE A four**) to the Rs. 35.00 crore bank facilities of EXCELLOUS COMMODITIES PRIVATE LIMITED (ECPL). This rating is now an indicative rating and is based on best available information.

The rating is downgraded due to ongoing delay in servicing its debt obligations.

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

- Trading Entity: <https://www.acuite.in/view-rating-criteria-6.htm>
- Manufacturing Entity: <https://www.acuite.in/view-rating-criteria-4.htm>
- Default Recognition: <http://www.acuite.in/view-rating-criteria-17.htm>
- Financial Ratios and Adjustments: <http://www.acuite.in/view-rating-criteria-20.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:

ECPL is a Mumbai-based company incorporated in 2013. The company, promoted by Mr. Alkesh Ramwani, is engaged in trading of commodities (sugar, food grains, fabrics, crowbar and bitumen) for government agencies in Karnataka, Andhra Pradesh and Maharashtra. Further, the company is also engaged in the manufacturing of readymade garments at Bhiwandi with total installed capacity of 20,000 pieces per month. ECPL exports its products to Dubai, Hong Kong and United States.

For FY2016-17, ECPL reported PAT of Rs.0.22 crore on operating income of Rs.67.28 crore compared with PAT of Rs.0.07 crore on operating income of Rs.41.64 crore in the previous year. Further, ECPL has tangible networth of Rs.4.77 crore as on 31 March, 2017 as against Rs.1.05 crore in the previous year.

Any other information: Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

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
04-Oct-2017	Cash Credit	Long term	2.00	ACUITE B/Stable (Assigned)
	Proposed Cash Credit	Long term	11.00	ACUITE B/Stable (Assigned)
	Letter of Credit	Short term	5.00 [^]	ACUITE A4 (Assigned)
	Bank Guarantee	Short term	5.00 [^]	ACUITE A4 (Assigned)
	Proposed Letter of Credit	Short term	6.00	ACUITE A4 (Assigned)
	Proposed Bank Guarantee	Long term	6.00	ACUITE A4 (Assigned)

[^] Full interchangeability allowed between Letter of Credit and Bank Guarantee facility.

#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	2.00	ACUITE D* (Downgraded from ACUITE B/Stable)
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	11.00	ACUITE D* (Downgraded from ACUITE B/Stable)
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	5.00 [^]	ACUITE D* (Downgraded from ACUITE A4)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	5.00 [^]	ACUITE D* (Downgraded from ACUITE A4)
Proposed Letter of Credit	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE D* (Downgraded from ACUITE A4)
Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE D* (Downgraded from ACUITE A4)

[^] Full interchangeability allowed between Letter of Credit and Bank Guarantee facility.

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

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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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