

Press Release

Bola Raghavendra Kamath & Sons

December 06, 2018

Rating Update



Total Bank Facilities Rated*	Rs. 125.00 Cr. #
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 short term rating of '**ACUITE A4+**' (read as '**ACUITE A four plus**') to the Rs. 125.00 crore bank facilities of Bola Raghavendra Kamath & Sons (BRKS). This rating is now an indicative rating and is based on best available information.

Established as a partnership in 1958, BRKS is engaged in the business of processing and trading of cashew kernels. Besides, the firm is also engaged in trading of coffee seeds, packing material and other related products.

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/criteria-fin-ratios.htm>
- Entities In Manufacturing Sector - <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 endeavoured 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

	Unit	FY17 (Provisional)	FY16 (Actual)	FY15 (Actual)
Operating Income	Rs. Cr.	157.97	155.07	148.67
EBITDA	Rs. Cr.	8.53	4.89	6.88
PAT	Rs. Cr.	2.92	0.91	2.00
EBITDA Margin	(%)	5.40	3.15	4.63
PAT Margin	(%)	1.85	0.58	1.35
ROCE (%)	(%)	8.98	7.23	13.17
Total Debt/Tangible Net Worth	Times	5.65	3.91	3.42
PBDIT/Interest	Times	2.06	1.89	2.34
Total Debt/PBDIT	Times	10.07	9.98	5.59
Gross Current Assets (Days)	Days	202	121	108

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

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.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
06-Nov-2017	Packing Credit	Short Term	75.00	ACUITE A4+ (Assigned)
	Bills Discounting	Short Term	25.00	ACUITE A4+ (Assigned)
	Proposed Packing Credit	Short Term	25.00	ACUITE A4+ (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Packing Credit	Not Applicable	Not Applicable	Not Applicable	75.00	ACUITE A4+ Issuer not co-operating*
Bills Discounting	Not Applicable	Not Applicable	Not Applicable	25.00	ACUITE A4+ Issuer not co-operating*
Proposed Packing Credit	Not Applicable	Not Applicable	Not Applicable	25.00	ACUITE A4+ 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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