

Press Release

B D Rice Exports Subhash Chand (HUF)



Rating Update

Total Bank Facilities Rated	Rs.8.50 Cr
Long Term Rating (Indicative)	ACUITE B Issuer not co-operating*

*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**) on the bank facilities of Rs.8.50 of B D Rice Exports Subhash Chand (HUF). This rating is now an indicative rating and is based on best available information.

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

- Default Recognition-<https://www.acuite.in/criteria-default.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). Acuité endeavoured 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 Company:

The Punjab based, B D Rice Exports Subhash Chand HUF was established in 2015 as a HUF concern by Mr. Subhash Chand. The firm is engaged in the business of milling and trading of basmati rice with an installed capacity of 3 ton per hour. The manufacturing facility is located in Sangrur (Punjab). The firm procures the raw material i.e. paddy from the local market and sells the final output i.e. rice in the domestic market. The firm sells rice under the 'Shauna' brand name.

About the Rated Entity - Key Financials

	Unit	FY17 (Actual)	FY16 (Actual)
Operating Income	Rs. Cr.	19.88	6.70
EBITDA	Rs. Cr.	1.69	0.75
PAT	Rs. Cr.	0.32	0.17

EBITDA Margin	(%)	8.52	11.18
PAT Margin	(%)	1.61	2.58
ROCE	(%)	11.69	11.62
Total Debt/Tangible Net Worth	Times	3.85	3.81
PBDIT/Interest	Times	1.83	3.05
Total Debt/PBDIT	Times	6.63	7.62
Gross Current Assets (Days)	Days	234	349

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
19 th Dec 2017	Cash Credit	Long Term	4.00	ACUITE B (Assigned)
	Term Loans	Long Term	0.95	ACUITE B (Assigned)
	Cash Credit	Long Term	1.00	ACUITE B (Assigned)
	Proposed	Long Term	2.55	ACUITE B (Assigned)

***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	4.00	ACUITE B Issuer not co-operating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	0.95	ACUITE B Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE B Issuer not co-operating*
Proposed	Not Applicable	Not Applicable	Not Applicable	2.55	ACUITE B Issuer not co-operating*

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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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