

Press Release

Kumud Rice and Dal Mill

September 20, 2021



Rating Update

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|-------------------------------------|---------------------------------------|
| Total Bank Facilities Rated* | Rs. 13.00 Cr. |
| Long Term Rating | ACUITE BB (Issue not Cooperating) |
| Short Term Rating | ACUITE A4+ (Issue not Cooperating) |

* Refer Annexure for details

Rating Rationale

Acuité has reviewed the long term rating of '**ACUITE BB**' (read as ACUITE double B) and short term rating of '**ACUITE A4+**' (read as Acuite A four plus) to the Rs. 13.00 crore bank facilities of Kumud Rice & Dal Mill. The rating is flagged as "Issuer Not Cooperating" and is based on best available information.

About the company

Kumud Rice and Dal Mill was established in 1994 by Mr. Triloki Nath Gupta, Mr. Tushar Gupta and Mr. Sanjeev Gupta. The firm is located in Hardoi, Uttar Pradesh, India. It is engaged in manufacturing of the wide assortment of Indian Rice which includes Sortex Sona masoori steamed rice, Non-Basmati rice and Samba masoori rice. The firm is mostly engaged in processing of different masoori rice. The firm operates four plants in Hardoi, Uttar Pradesh and exports to countries like Doha, Dubai, Oman, Nepal and Bangladesh to name few.

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>
- Entities in Manufacturing Sector - <https://www.acuite.in/view-rating-criteria-59.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.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.

Liquidity Indicators - "No information provided by the issuer / available for Acuite to comment upon."

Rating Sensitivity - "No information provided by the issuer / available for Acuite to comment upon."

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)

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 |
|-----------|---------------------------------|------------|-----------------|----------------------------------|
| 16-Jul-20 | Cash Credit | Long term | 4.00 | ACUITE BB / Stable (Upgraded) |
| | Term loan | Long term | 0.85 | ACUITE BB / Stable (Upgraded) |
| | Proposed Bank Facility | Long term | 0.15 | ACUITE BB / Stable (Upgraded) |
| | Packing Credit | Short term | 8.00 | ACUITE A4+ (Reaffirmed) |
| 22-Apr-19 | Cash Credit | Long term | 4.00 | ACUITE BB- / Stable (Reaffirmed) |
| | Term loan | Long term | 1.00 | ACUITE BB- / Stable (Reaffirmed) |
| | Packing Credit | Short term | 8.00 | ACUITE A4+ (Assigned) |
| 30-Jan-18 | Cash Credit | Long term | 8.00 | ACUITE BB- / Stable (Assigned) |
| | Term loan | Long term | 1.43 | ACUITE BB- / Stable (Assigned) |
| | Proposed Bank Facility | Long term | 3.57 | ACUITE BB- / Stable (Assigned) |

*Annexure – Details of instruments rated

| Lender's Name | Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Crore) | Ratings/Outlook |
|----------------------|------------------------|------------------|----------------|----------------|-------------------------------|-------------------------|
| Punjab National Bank | Cash Credit | Not Applicable | Not Applicable | Not Applicable | 4.00 | ACUITE BB (Indicative) |
| Punjab National Bank | Term Loan | Not Available | Not Available | Not Available | 0.85 | ACUITE BB (Indicative) |
| Not Applicable | Proposed Bank Facility | Not Applicable | Not Applicable | Not Applicable | 0.15 | ACUITE BB (Indicative) |
| Punjab National Bank | Packing Credit | Not Applicable | Not Applicable | Not Applicable | 8.00 | ACUITE A4+ (Indicative) |

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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 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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