

Press Release

Godavari Commodities Limited

April 17, 2019

Rating Update



Total Bank Facilities Rated*	Rs. 240.00 Cr. #
Long Term Rating	ACUITE A- Issuer not co-operating*
Short Term Rating	ACUITE A2+ Issuer not co-operating*

Refer Annexure for details

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

Acuité has reviewed long-term rating of '**ACUITE A-**' (read as **ACUITE A minus**) and short-term rating of '**ACUITE A+**' (read as **ACUITE A two plus**) on the Rs. 240.00 crore bank facilities of Godavari Commodities Limited (GCL). This rating is now an indicative rating and is based on best available information.

Incorporated in 1992, GCL operations are managed by Mr. Padam Chand Bhutoria (Director) and his son, Mr. Kamal Bhutoria. The Bhutoria family has been associated with the coal trading business since the past six decades. The company trades in non-coking coal and also provides coal handling, supervision, and transportation services. Till fiscal 2012, it was only trading in domestic coal. However, from fiscal 2013, it also commenced trading in imported coal.

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>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-6.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 Rated Entity - Key Financials

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

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

None

Any other information

Acuite 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
02-Feb-2018	Cash Credit	Long Term	65.00	ACUITE A- / Stable (Assigned)
	Proposed Cash Credit	Long Term	25.00	ACUITE A- / Stable (Assigned)
	Letter of Credit	Short Term	50.00	ACUITE A2+ (Assigned)
	Proposed Letter of Credit	Short Term	30.00	ACUITE A2+ (Assigned)
	Bank Guarantee	Short Term	55.00	ACUITE A2+ (Assigned)
	Proposed Bank Guarantee	Short Term	15.00	ACUITE A2+ (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	65.00	ACUITE A- Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	25.00	ACUITE A- Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	50.00	ACUITE A2+ Issuer not co-operating*
Proposed Letter of Credit	Not Applicable	Not Applicable	Not Applicable	30.00	ACUITE A2+ Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	55.00	ACUITE A2+ Issuer not co-operating*
Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE A2+ 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 (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.

Disclaimer: *An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité.*