

Press Release

K R Padmanabhan And Sons

March 22, 2019

Rating Update



Total Bank Facilities Rated*	Rs. 7.00 Cr. #
Long Term Rating	ACUITE B+ Issuer not co-operating*

Refer Annexure for details

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

Acuite has reviewed long-term rating of „**ACUITE B+** (read as **ACUITE B plus**) to the Rs. 7.00 crore bank facilities of K R Padmanabhan And Sons. This rating is now an indicative rating and is based on best available information.

K R Padmanabhan and Sons is a Chennai-based firm established in 1996 by Ms. D Revathi, Mr. P Damodaran and Mr. P Venkatesen. The firm is a wholesaler and retailer of rice at Vadapalani, Tamil Nadu.

About the Group

The K R Padmanabhan group was established in 1989 by K R Padmanabhan in Chennai, Tamil Nadu. The group consists of P Sriramulu (est 1991), K R Padmanabhan and Son (est 1996), P Muthukrishnan and Co (est 1996) and Vinoth Distributors (est 2008) among others. The group is engaged in the wholesale and retailing of rice and supplies to departmental stores across Tamil Nadu.

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/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). 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 (Actual)	FY16 (Actual)	FY15 (Actual)
Operating Income	Rs. Cr.	141.93	138.70	127.75
EBITDA	Rs. Cr.	6.66	5.85	4.92
PAT	Rs. Cr.	0.84	0.80	0.56
EBITDA Margin	(%)	4.69	4.22	3.85
PAT Margin	(%)	0.59	0.58	0.43
ROCE (%)	(%)	12.91	13.18	23.55
Total Debt/Tangible Net Worth	Times	7.35	9.56	9.47
PBDIT/Interest	Times	1.17	1.19	1.18
Total Debt/PBDIT	Times	7.45	7.20	7.39

Gross Current Assets (Days)	Days	171	182	158
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Status of non-cooperation with previous CRA (if applicable)

Not Applicable

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. Crore)	Ratings/Outlook
14-Feb-2017	Cash Credit	Long Term	6.00	ACUITE B+/ Stable (Assigned)
14-Feb-2017	Proposed Cash Credit	Long Term	1.00	ACUITE B+/ Stable (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	6.00	ACUITE B+ Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE B+ 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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