

Press Release

Mangalsiddhi Multipurpose Multistate Sahakari Sangh Limited

June 04, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 11.00 Cr. #
Long Term Rating	ACUITE D (Downgraded from ACUITE BBB-/Stable) Issuer not co-operating*

Refer Annexure for details

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

Acuité has downgraded a long-term rating to '**ACUITE D**' (**read as ACUITE D**) from '**ACUITE BBB-**' (**read as ACUITE triple B minus**) on the Rs. 11.00 crore bank facilities of Mangalsiddhi Multipurpose Multistate Sahakari Sangh Limited. This rating is now an indicative rating and is based on best available information.

The downgrade is in view of delays in servicing the debt obligation. The account is irregular and there has been delay in repayment of term loans. As discussed with the bankers, currently the account is SMA 1.

Pune based Mangalsiddhi Multipurpose Multistate Sahakari Sangh Limited is a Co-operative society established in 2005 with director Mr. Rajendra Tambile. The society is engaged in processing and distribution of milk to various brands such as Amul, Gokul, Mahanand among others. The society also sells the milk and other related products such as butter, ghee, Lassi, Buttermilk under its own brand name 'Rajmangal'. The society has a milk handling capacity of around 1 lakh litres per day.

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>
- 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). 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

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

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
28-Mar-2018	Cash Credit	Long Term	INR 7.00	ACUITE BBB- / Stable (Assigned)
	Term Loan	Short Term	INR 2.40	ACUITE BBB- / Stable (Assigned)
	Term Loan	Short Term	INR 1.60	ACUITE BBB- / 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	7.00	ACUITE D (Downgraded from ACUITE BBB- / Stable) Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	2.40	ACUITE D (Downgraded from ACUITE BBB- / Stable) Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	1.60	ACUITE D (Downgraded from ACUITE BBB- / Stable) 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.

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