

Press Release

Palash Udyog Foods Private Limited

December 29, 2020



Rating Update

| | |
|-------------------------------------|---------------------------------------|
| Total Bank Facilities Rated* | Rs.15.25 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.

Acuité has reviewed the long-term rating of '**ACUITE B+** (read as **ACUITE B plus**) on the Rs.15.25 crore bank facilities of Palash Udyog Foods Private Limited (PUFPL). The rating is now an indicative rating and is based on the best available information.

Analytical Approach

Acuité has considered the standalone business and financial risk profiles of PUFPL arrive at this rating.

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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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

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)

Not applicable

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 |
|-------------|---------------------------------|------------|------------------|-------------------------------|
| 18-Oct-2019 | Cash Credit | Long Term | 10.00 | ACUITE B+/Stable (Downgraded) |
| | Term Loan-I | Long Term | 0.33 | ACUITE B+/Stable (Downgraded) |
| | Term Loan-II | Long Term | 0.22 | ACUITE B+/Stable (Downgraded) |
| | Term Loan-III | Long Term | 4.00 | ACUITE B+/Stable (Downgraded) |
| | Proposed fund facility | Short Term | 0.70 | ACUITE A4+ (Indicative) |
| 26-Jul-2018 | Cash Credit | Long Term | 6.00 | ACUITE BB-/Stable (Assigned) |
| | Term loan | LongTerm | 0.75 | ACUITE BB-/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/Outlook |
|------------------------|------------------|----------------|----------------|-----------------------------|---------------------------------------|
| Cash Credit | Not Available | Not Available | Not Available | 10.00 | ACUITE B+ Issuer not co-operating* |
| Term Loan-I | Not Available | Not Applicable | Not Available | 0.33 | ACUITE B+ Issuer not co-operating* |
| Term Loan-II | Not Available | Not Applicable | Not Available | 0.22 | ACUITE B+ Issuer not co-operating* |
| Term Loan-III | Not Available | Not Applicable | Not Available | 4.00 | ACUITE B+ Issuer not co-operating* |
| Proposed fund facility | Not Applicable | Not Applicable | Not Applicable | 0.70 | 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 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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