

Press Release

Preme Nutrition

July 04, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	5.30	ACUITE D Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	5.30	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

ACUITE has downgraded the long term rating to 'ACUITE D' (read as ACUITE D) from 'ACUITE B' (read as ACUITE B) to the Rs.5.30 Cr bank facilities of PREME NUTRITION. The rating continues to be flagged as "Issuer Not-Cooperating" and is based on best available information.

The downgrade is on account of the feedback received from the banker that the account had been classified as NPA (Non Performing Asset).The company has been non-cooperative with us since the past four years and has not been submitting No Default Statement (NDS) also.

About the Company

Established in 2002, Preme Nutrition is a partnership firm engaged in manufacturing of flavored toffees, lollipops, candies, wafer biscuits and in robbers. The firm is led by its partners, Mr. Shyam Gyanchandani and Mr. Deepak Kukreja. The manufacturing unit is in Ambarnath and its capacity is 19 to 20 tonnes per day. The firm exports majorly to African countries and local markets of Gujarat, Rajasthan, UP, Bihar, Chennai. The products are sold under the brand name Gmoms.

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 the due date. This rating is, therefore, being flagged as "Issuer notcooperating", in line with prevailing SEBI regulations and Acuite's policies.

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 endeavored 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.

Rating Sensitivities

No information provided by the issuer / available for Acuite to comment upon.

Material Covenants

None.

Liquidity Position

No information provided by the issuer / available for Acuite to comment upon.

Outlook

Not Applicable.

Key Financials:

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

Status of non-cooperation with previous CRA

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.

Applicable Criteria

- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
22 Apr 2022	Term Loan	Long Term	2.06	ACUITE B (Issuer not co-operating*)
	Cash Credit	Long Term	3.00	ACUITE B (Issuer not co-operating*)
	Term Loan	Long Term	0.24	ACUITE B (Issuer not co-operating*)
20 Jan 2021	Term Loan	Long Term	2.06	ACUITE B (Issuer not co-operating*)
	Term Loan	Long Term	0.24	ACUITE B (Issuer not co-operating*)
	Cash Credit	Long Term	3.00	ACUITE B (Issuer not co-operating*)
06 Nov 2019	Cash Credit	Long Term	3.00	ACUITE B (Issuer not co-operating*)
	Term Loan	Long Term	0.24	ACUITE B (Issuer not co-operating*)
	Term Loan	Long Term	2.06	ACUITE B (Issuer not co-operating*)
29 Aug 2018	Cash Credit	Long Term	3.00	ACUITE B+ Stable (Assigned)
	Term Loan	Long Term	0.24	ACUITE B+ Stable (Assigned)
	Term Loan	Long Term	2.06	ACUITE B+ Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Union Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE D Downgraded Issuer not co-operating*
Union Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	0.24	ACUITE D Downgraded Issuer not co-operating*
Union Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	2.06	ACUITE D Downgraded Issuer not co-operating*

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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