

## Press Release

### M D Agro Foods

November 14, 2019

### Rating Update



<b>Total Bank Facilities Rated*</b>	Rs. 35.00 Cr. #
<b>Long Term Rating</b>	ACUITE B+ (Downgraded from ACUITE BB-/ Stable) Issuer not co-operating*
<b>Short Term Rating</b>	ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating*

# Refer Annexure for details`

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

Acuité has downgraded the rating of M D Agro Foods to '**ACUITE B+**' (read as **Acuité B plus**) from '**ACUITE BB-**' (read as **Acuité double B minus**). The short term rating has been downgraded to '**ACUITE A4**' (read as **Acuité A four**) from '**ACUITE A4+**' (read as **Acuité A four plus**). The rating downgrade is on account of information risk.

M D Agro Foods (MDAF) is a Karnal (Haryana) based partnership firm established in 2009 by Mr. Ajay and Mr. Praveen. The firm is engaged in milling of basmati and non-basmati rice. The manufacturing facility is located at Nissing in Karnal (Haryana). The current capacity of the firm is 15 MT per hour and is utilised to the extent of around 60 percent.

#### Analytical Approach

Acuité has considered the standalone business and financial risk profiles of MDAF to 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 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>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.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. Crore)	Ratings/Outlook
12-Sep-2018	Cash Credit	Long Term	30.00	ACUITE BB-/Stable (Assigned)
	PC/PCFC	Short Term	5.00	ACUITE A4+ (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	30.00	ACUITE B+ (Downgraded from ACUITE BB-/ Stable) Issuer not co-operating*
PC/PCFC	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE B+ (Downgraded from ACUITE BB-/ 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 ACUITE 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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