

Press Release

Kemco Corporation

July 05, 2022



Rating Reaffirmed & Withdrawn and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Ratings Loan	13.00	ACUITE BB Reaffirmed & Withdrawn Issuer not co-operating*	-
Bank Ratings Loan	43.00	-	ACUITE A4+ Reaffirmed & Withdrawn Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	56.00	-	-

Rating Rationale

Acuite has reaffirmed & withdrawn its long term rating of 'ACUITE BB' (read as ACUITE double B) and short term rating to 'ACUITE A4+' (read as ACUITE A four plus) on the Rs.56.00 crore bank facilities of Kemco Corporation.

The rating withdrawal is in accordance with the Acuite's policy on withdrawal of rating. This rating continues to be an indicative rating and is based on the best available information. The rating is being withdrawn on account of request received from the company and NOC received from the banker

About the Company

The Mumbai-based, Kemco Corporation (KC) was established in 1994 as a partnership firm by Mr. Yogesh Sanghvi and Mrs. Bharti Y. Sanghvi. Recently, Mr. Meet Sanghvi (son) joined the business as a third partner. The firm is into trading of Titanium dioxide, Rutile and Anatase. KC is sole agent of Jiangxi Tikon Titanium Products Co. Limited (A famous trade mark of China) for India, Authorized agent of The Kerala Minerals & Metals Limited.

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 continues to be flagged as "Issuer not cooperating", 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, 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 requests.

Rating Sensitivity

"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

Status of non-cooperation with previous CRA

None

Any other information

None

Applicable Criteria

- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
23 Apr 2021	Letter of Credit	Short Term	22.00	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	12.00	ACUITE BB (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	1.00	ACUITE BB (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	21.00	ACUITE A4+ (Issuer not co-operating*)
28 Jan 2020	Cash Credit	Long Term	1.00	ACUITE BB+ (Issuer not co-operating*)
	Letter of Credit	Short Term	21.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	22.00	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	12.00	ACUITE BB+ (Issuer not co-operating*)
15 Nov 2018	Cash Credit	Long Term	12.00	ACUITE BBB- Stable (Assigned)
	Cash Credit	Long Term	1.00	ACUITE BBB- Stable (Assigned)
	Letter of Credit	Short Term	21.00	ACUITE A3 (Assigned)
	Letter of Credit	Short Term	22.00	ACUITE A3 (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
CITI Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE BB Reaffirmed & Withdrawn Issuer not co-operating*
IDFC First Bank Limited	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE BB Reaffirmed & Withdrawn Issuer not co-operating*
IDFC First Bank Limited	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	21.00	ACUITE A4+ Reaffirmed & Withdrawn Issuer not co-operating*
Standard Chartered Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	22.00	ACUITE A4+ Reaffirmed & Withdrawn 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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