

Press Release

K G Nandini Enterprises

15 January 2020

Rating Update



Total Bank Facilities Rated*	Rs. 20.00 Cr. #
Long Term Rating	ACUITE B+ Issuer non-cooperating*

Refer Annexure for details

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

Acuité has downgraded the long-term rating of K G Nandini Enterprises to '**ACUITE B+**' (read as **ACUITE B plus**) from '**ACUITE BB-**' (read as **ACUITE BB minus**). This rating is now an indicative rating and is based on best available information.

Established in 2008 by Mr. Gopal K N, K G Nandini Enterprises (KGNE) is a proprietorship firm. The firm is engaged in recycling of e-waste and plastic. The firm is also engaged in manufacture of copper rods of 8MM to 20MM diameter. It has an installed capacity to process 7000 tons per annum (TPA) of e-waste and 1200 tons per annum of plastic waste at its plant in Bangalore (Karnataka). The entity also has installed capacity to manufacture 900 TPA of copper rods per annum.

Analytical Approach:

Acuité has considered the standalone business and financial risk profiles of the KGNE 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/criteria-fin-ratios.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). 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 attempts.

Status of non-cooperation with previous CRA (if applicable)

None

Any other information

Acuite 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
23- November-2018	Cash Credit	Long Term	1.50	ACUITE BB-/Stable Assigned
	Proposed Term Loan	Long Term	3.80	ACUITE BB-/Stable Assigned
	Letter of credit	Short Term	13.00	ACUITE A4 Assigned
	Bank Guarantee/ Letter of Guarantee	Short Term	1.70	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/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE B+ (Downgraded, Issuer not co-operating*)
Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	3.80	ACUITE B+ (Downgraded, Issuer not co-operating*)
Letter of credit	Not Applicable	Not Applicable	Not Applicable	13.00	ACUITE A4 Issuer not co-operating*
Bank Guarantee/ Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	1.70	ACUITE A4 Issuer not co-operating*

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About Acuite Ratings & Research:

Acuite 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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