

Press Release

Harman Rice Private Limited

July 06, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	30.00	ACUITE B+ Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	30.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE B+**' (read as **ACUITE B Plus**) on the Rs.30.00 crore bank facilities of **HARMAN RICE PRIVATE LIMITED**. The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

About the Company

Punjab-based **HARMAN RICE PRIVATE LIMITED** (HRPL) was incorporated in 2006 by Mr. Dalip Singh, and his son Mr. Bhupinder Singh. The company is engaged in the production of both basmati and non-basmati rice with their manufacturing facilities located in Bhatinda, Goniana, with capacity of 6 tons per hour. The company generates its revenues via both exports and domestic sales. The exports are towards Middle East countries, New Zealand, Canada, US, and domestic markets are from Delhi, and Gujarat.

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. Acuite 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. Therefore, this rating has been 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 has endeavoured 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.

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 Acuité to comment upon.

Material Covenants

None

Liquidity Position

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

Outlook

Not Applicable

Status of non-cooperation with previous CRA

CARE Ratings, vide its press release dated August 20, 2021 had denoted the long term rating of Harman Rice Private Limited as 'CARE B-; Stable / CARE A4; ISSUER NOT COOPERATING' on account of lack of adequate information required for monitoring of ratings. The earlier rating, however, stood at 'CARE B; Stable; ISSUER NOT COOPERATING/CARE A4; ISSUER NOT COOPERATING' vide its press release dated June 29, 2020.

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

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

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
07 Apr 2021	Proposed Bank Facility	Long Term	4.20	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	15.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	10.80	ACUITE B+ (Downgraded and Issuer not co-operating*)
29 Jan 2020	Cash Credit	Long Term	10.80	ACUITE BB- Stable (Reaffirmed)
	Cash Credit	Long Term	15.00	ACUITE BB- Stable (Reaffirmed)
	Proposed Bank Facility	Long Term	4.20	ACUITE BB- Stable (Reaffirmed)
30 Nov 2018	Cash Credit	Long Term	10.80	ACUITE BB- Stable (Assigned)
	Cash Credit	Long Term	15.00	ACUITE BB- Stable (Assigned)
	Proposed Bank Facility	Long Term	4.20	ACUITE BB- Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.80	ACUITE B+ Reaffirmed Issuer not co- operating*
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE B+ Reaffirmed Issuer not co- operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	4.20	ACUITE B+ Reaffirmed Issuer not co- operating*

Contacts

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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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