



**Press Release**  
**RSH Agro Products Limited**  
**October 11, 2023**

**Rating Downgraded and Issuer not co-operating**

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	27.00	ACUITE D   Downgraded   Issuer not co-operating*	-
Bank Loan Ratings	18.00	-	ACUITE D   Downgraded   Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	45.00	-	-

**Rating Rationale**

Acuité has downgraded the long-term rating to **'ACUITE D' (read as ACUITE D)** from **'ACUITE BB-' (read as ACUITE double B minus)** and also downgraded the short term rating to **'ACUITE D' (read as ACUITE D)** from **'ACUITE A4+' (read as ACUITE A four plus)** on the Rs.45.00 crore bank facilities of RSH Agro Products Limited.

The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information. The downgrade is on the basis of delays reported in servicing of debt obligations by the company in credit bureau information reports and other publicly available information.

**About the Company**

Incorporated in 2012, RAPL is an Assam based company promoted by Mr. Kamal Kumar Harlalka and Mr. Hemant Harlalka. The company is into manufacturing and refining of mustard oil, RBD Palmolein Oil and Blended Edible Vegetable Oils (BEVO). The company's extraction unit for mustard seed milling has an installed capacity of 21,000 Metric Tonnes per annum (MTPA) and blending of other oils processing capacity stood at 24,000 Metric Tonnes per annum (MTPA). RAPL sells its produce under several brand names, such as, Prime, Anmol, Swad and others, mainly to the north eastern states of India.

**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 the due date.

Acuité believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité'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). 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 statement for Acuite to comment.

### **Rating Sensitivity**

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

### **All Covenants**

None

### **Liquidity Position**

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

### **Outlook: Not Applicable**

### **Other Factors affecting Rating**

None

### **Status of non-cooperation with previous CRA**

None

### **Any other information**

None

### **Applicable Criteria**

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

### **Note on Complexity Levels of the Rated Instrument**

In order to inform the investors about complexity of instruments, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite' s categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in).

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
17 Oct 2022	Working Capital Term Loan	Short Term	17.70	ACUITE A4+ ( Issuer not co-operating*)
	Cash Credit	Long Term	25.00	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	2.00	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	0.30	ACUITE A4+ ( Issuer not co-operating*)
21 Jul 2021	Cash Credit	Long Term	25.00	ACUITE BB (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	0.30	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	2.00	ACUITE BB (Downgraded and Issuer not co-operating*)
	Working Capital Term Loan	Short Term	17.70	ACUITE A4+ (Issuer not co-operating*)
20 Apr 2020	Working Capital Term Loan	Short Term	17.70	ACUITE A4+ (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	0.30	ACUITE A4+ (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	25.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	2.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	25.00	ACUITE D   Downgraded   Issuer not co-operating*
Punjab National Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	0.30	ACUITE D   Downgraded   Issuer not co-operating*
Punjab National Bank	Not Applicable	Term Loan	Not available	Not available	Not available	Simple	2.00	ACUITE D   Downgraded   Issuer not co-operating*
Punjab National Bank	Not Applicable	Working Capital Term Loan	Not available	Not available	Not available	Simple	17.70	ACUITE D   Downgraded   Issuer not co-operating*

## Contacts

Analytical	Rating Desk
Mohit Jain Senior Vice President-Rating Operations Tel: 022-49294017 <a href="mailto:mohit.jain@acuite.in">mohit.jain@acuite.in</a>  Abhishek Singh Analyst-Rating Operations Tel: 022-49294065 <a href="mailto:abhishek.s@acuite.in">abhishek.s@acuite.in</a>	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 <a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a>

### 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.

**Disclaimer:** An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Ratings assigned by Acuité are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind, arising from the use of its ratings. Ratings assigned by Acuité are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website ([www.acuite.in](http://www.acuite.in)) for the latest information on any instrument rated by Acuité. Please visit <https://www.acuite.in/faqs.htm> to refer FAQs on Credit Rating.