

Press Release

Bansal Rice Mills

March 30, 2021

Rating Update



Total Bank Facilities Rated*	Rs 12.00 Cr #
Long Term Rating	ACUITE D (Issuer not co-operating)*

Refer Annexure for details

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

Rating Rationale

Acuite has reviewed the long term rating of '**ACUITE D**' (read as **ACUITE D**) on the Rs.12.00 crore bank facilities of Bansal Rice Mills. This rating is now an indicative rating and is based on best available information.

Bansal Rice Mills (BRM), a Punjab based partnership firm was established in 2007. The firm is promoted by the partners, Mr. Sandeep Kumar, Mr. Amandeep Bansal, Mr. Badri Parshad, Mr. Rashmi Bansal and Mr. Manisha Bansal and others. The firm is engaged in processing and selling of Paddy, Basmati Rice, Bardana, Rice Bran and Paddy Husk. BRM has manufacturing facilities located at Sangrur, Punjab with installed capacity of 3 metric ton rice per hour. The firm procures the raw material, i.e. paddy from local market and sells the final output, i.e. rice in domestic market.

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.

Applicable Criteria

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

Note on complexity levels of the rated instrument

<https://www.acuite.in/view-rating-criteria-55.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, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Liquidity Indicators – "No information provided by the issuer / available for Acuite to comment upon"

Rating Sensitivities - "No information provided by the issuer / available for Acuite to comment upon"

About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

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

India Ratings and Research vide its press release dated 19 December, 2019 had denoted the rating of Bansal Rice Mills as 'IND D (ISSUER NOT COOPERATING)' on account of lack of adequate information required for monitoring of ratings.

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
30-Dec-19	Cash Credit	Long Term	5.50	ACUITE D (Downgraded)
	Term Loan	Long Term	0.75	ACUITE D (Downgraded)
	Proposed Long Term Bank Facility	Long Term	5.75	ACUITE D (Downgraded)
19-Feb-19	Cash Credit	Long Term	5.50	ACUITE B/Stable (Assigned)
	Term Loan	Long Term	0.75	ACUITE B/Stable (Assigned)
	Proposed Long Term Bank Facility	Long Term	5.75	ACUITE B/Stable (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	5.50	ACUITE D (Indicative)
Term Loan	Not Available	Not Available	Not Available	0.75	ACUITE D (Indicative)
Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	5.75	ACUITE D (Indicative)

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

Contacts

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About Acuité Ratings & Research:

Acuité Ratings & Research 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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