



Press Release
Nanda Gokula Industries
September 06, 2024
Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	15.00	ACUITE B Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	15.00	-	-

Rating Rationale

Acuite has downgraded its long-term rating to '**ACUITE B**' (read as **ACUITE B**) from '**ACUITE B+**' (read as **ACUITE B plus**) on the Rs. 15.00 Cr. bank facilities of Nanda Gokula Industries (NGI). The rating is now flagged as "Issuer Not-Cooperating" on account of information risk and is based on the best available information. The downgrade is on account of non submission of NDS for the last 03 months.

About the Company

Established in 2012, Nanda Gokula Industries (NGI) is a proprietorship concern promoted by Mrs. Chandramathi Shetty. The day to day operations are managed by Mr. Premanand Shetty. NGI is engaged in the processing of plain cashew kernels from raw cashew nuts (RCNs). The processing unit is located in Mangalore (Karnataka) with an installed capacity to process 5 tonnes of raw cashew nuts per day.

Unsupported Rating

Not Applicable

Non-cooperation by the issuer/borrower

Acuite has been requesting for No Default Statements (NDS); however, despite multiple requests; the Company's management has remained non-cooperative and not submitted the NDS for the preceding 03 consecutive months. Acuite 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 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, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Rating Sensitivities

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

Liquidity Position

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

Outlook: Not Applicable

Other Factors affecting Rating
None

Key Financials

Particulars	Unit	FY 23 (Provisional)	FY 22 (Actual)
Operating Income	Rs. Cr.	22.09	18.80
PAT	Rs. Cr.	0.54	0.50
PAT Margin	(%)	2.44	2.64
Total Debt/Tangible Net Worth	Times	4.34	4.20
PBDIT/Interest	Times	2.12	2.22

Status of non-cooperation with previous CRA

Not Applicable

Any other information

None

Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- 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

In order to inform the investors about complexity of instruments, Acuite 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

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
26 Sep 2023	Cash Credit	Long Term	5.50	ACUITE B+ Stable (Reaffirmed)
	Cash Credit	Long Term	2.40	ACUITE B+ Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	5.87	ACUITE B+ Stable (Reaffirmed)
	Term Loan	Long Term	1.23	ACUITE B+ Stable (Reaffirmed)
07 Jul 2022	Cash Credit	Long Term	5.50	ACUITE B+ Stable (Reaffirmed)
	Cash Credit	Long Term	2.40	ACUITE B+ Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	3.87	ACUITE B+ Stable (Reaffirmed)
	Term Loan	Long Term	1.19	ACUITE B+ Stable (Reaffirmed)
	Working Capital Term Loan	Long Term	1.25	ACUITE B+ Stable (Reaffirmed)
	Working Capital Demand Loan (WCDL)	Long Term	0.79	ACUITE B+ Stable (Reaffirmed)
13 Apr 2021	Cash Credit	Long Term	5.50	ACUITE B+ Stable (Reaffirmed)
	Cash Credit	Long Term	2.40	ACUITE B+ Stable (Reaffirmed)
	Proposed Long Term Loan	Long Term	3.87	ACUITE B+ Stable (Reaffirmed)
	Term Loan	Long Term	1.19	ACUITE B+ Stable (Reaffirmed)
	Working Capital Demand Loan (WCDL)	Long Term	0.79	ACUITE B+ Stable (Reaffirmed)
	Working Capital Term Loan	Long Term	1.25	ACUITE B+ Stable (Reaffirmed)
	Cash Credit	Long Term	1.65	ACUITE B+ (Withdrawn)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Bank of Baroda	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	5.50	ACUITE B Downgraded Issuer not co-operating* (from ACUITE B+)
Bank of Baroda	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	2.40	ACUITE B Downgraded Issuer not co-operating* (from ACUITE B+)
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	5.87	ACUITE B Downgraded Issuer not co-operating* (from ACUITE B+)
Bank of Baroda	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	1.23	ACUITE B Downgraded Issuer not co-operating* (from ACUITE B+)

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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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