

Press Release

Etc Agro Processing India Private Limited

April 15, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	100.00	-	ACUITE A4+ Downgraded Issuer not co-operating*
Bank Loan Ratings	220.00	ACUITE BB+ Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	320.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded the long term rating to '**ACUITE BB+**' (read as **ACUITE double B plus**) from '**ACUITE BBB+**' (read as **ACUITE triple B plus**) and short term rating to **ACUITE A4+** (read as **ACUITE A Four plus**) from '**ACUITE A2**' (read as **ACUITE A two**) on the Rs.320.00 crore bank facilities of ETC Agro Processing India Private Limited. The rating is now indicative and is based on the best available information. The rating downgrade is on account of information risk.

About the Company

ETC Agro Processing (India) Private Limited (EAPIL) was incorporated in 2008 and is a Mumbai based company. It is fully owned company of Export Trading Group (ETG). The entity is primarily engaged in processing and trading of pulses, and also in trading of agriculture commodities. Directors of ETC Agro Processing (India) Private Limited are Mr. Ketan Kumar V Patel, Anant Rajwanshy, Minesh Kumar Kanubhai Patel, Parag Vishnu Gadre, Pawan Bhijulal Mundada.

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 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 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.

Rating Sensitivities

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

Material Covenants

None

Liquidity Position

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

Outlook

Not Applicable

Key Financials

Particulars	Unit	FY 21 (Actual)	FY 20 (Actual)
Operating Income	Rs. Cr.	2361.06	2433.76
PAT	Rs. Cr.	40.04	3.56
PAT Margin	(%)	1.70	0.15
Total Debt/Tangible Net Worth	Times	1.37	1.09
PBDIT/Interest	Times	3.08	1.67

Status of non-cooperation with previous CRA

Not Applicable

Any other information

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Applicable Criteria

- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Trading Entitle: <https://www.acuite.in/view-rating-criteria-61.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
25 Jan 2021	Working Capital Demand Loan	Short Term	30.00	ACUITE A2 (Assigned)
	Working Capital Demand Loan	Long Term	100.00	ACUITE BBB+ Stable (Reaffirmed)
	Cash Credit	Long Term	50.00	ACUITE BBB+ Stable (Reaffirmed)
	Cash Credit	Long Term	20.00	ACUITE BBB+ Stable (Assigned)
	Letter of Credit	Short Term	70.00	ACUITE A2 (Assigned)
	Proposed Bank Facility	Long Term	50.00	ACUITE BBB+ Stable (Reaffirmed)
	Cash Credit	Long Term	50.00	ACUITE BBB+ Stable (Assigned)
	Working Capital Demand Loan	Long Term	100.00	ACUITE BBB+ (Withdrawn)

31 Dec 2020	Proposed Bank Facility	Long Term	50.00	ACUITE BBB+ Stable (Assigned)
	Working Capital Demand Loan	Long Term	120.00	ACUITE BBB+ Stable (Reaffirmed)
	Working Capital Demand Loan	Long Term	100.00	ACUITE BBB+ Stable (Reaffirmed)
20 Sep 2019	Working Capital Demand Loan	Long Term	100.00	ACUITE BBB+ Stable (Assigned)
	Working Capital Demand Loan	Long Term	120.00	ACUITE BBB+ Stable (Assigned)
	Working Capital Demand Loan	Long Term	100.00	ACUITE BBB+ Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Axis Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	50.00	ACUITE BB+ Downgraded Issuer not co-operating*
Yes Bank Ltd	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	20.00	ACUITE BB+ Downgraded Issuer not co-operating*
Yes Bank Ltd	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	70.00	ACUITE A4+ Downgraded Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	50.00	ACUITE BB+ Downgraded Issuer not co-operating*
Yes Bank Ltd	Not Applicable	Working Capital Demand Loan (WC DL)	Not available	Not available	Not available	30.00	ACUITE A4+ Downgraded Issuer not co-operating*
BNP Paribas Bank	Not Applicable	Working Capital Demand Loan (WC DL)	Not available	Not available	Not available	100.00	ACUITE BB+ Downgraded Issuer not co-operating*

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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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