

Press Release

Yashwant Dugdh Prakriya Limited

July 15, 2022



Rating Downgraded and Issuer not co-operating

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Total Withdrawn Quantum (Rs.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

Refer annexure for details

Rating Rationale

Acuite has downgraded its long term rating to 'ACUITE D (read as ACUITE D)' from 'ACUITE B' (read as ACUITE B) on the Rs.30.00 crore bank facilities of Yashwant Dugdh Prakriya Limited (YDPL). The rating continues to be flagged as "Issue Not-Cooperating".

The downgrade is on the basis that the company has ongoing delays in debt servicing as recognized from publicly available information.

About the Company

Incorporated in 2004, YDPL is engaged in processing of milk and production of various milk products. The day to day operations are carried out by its managing director, Mr. Satyajit Shivajirao Naik along with other directors. Company has its production unit in Shirala, Sangli, Maharashtra with production capacity of 200000 litres per day. It sells its products under the brand name of Sunanda and it has also registered 'Puro' as new brand for export products.

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 due date. 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 continues to be flagged as "Issuer notcooperating", 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.

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 Acuite to comment upon

Material 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

India Ratings has continued the rating assigned to the bank facilities of PTL into ISSUER NOT COOPERATING category vide press release dated March 30, 2022 on account of its inability to carry out a review in the absence of requisite information.

CARE vide its press release dated July 12, 2022 had downgraded the rating of YDPL as 'CARE D'.

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

- 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

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

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
18 May 2021	Term Loan	Long Term	0.51	ACUITE B (Issuer not co-operating*)
	Cash Credit	Long Term	8.00	ACUITE B (Issuer not co-operating*)
	Proposed Term Loan	Long Term	21.49	ACUITE B (Issuer not co-operating*)
02 Mar 2020	Term Loan	Long Term	0.51	ACUITE B Stable (Assigned)
	Cash Credit	Long Term	8.00	ACUITE B Stable (Assigned)
	Proposed Term Loan	Long Term	21.49	ACUITE B 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	8.00	ACUITE D Downgraded Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	21.49	ACUITE D Downgraded Issuer not co-operating*
Axis Bank	Not Applicable	Term Loan	Not available	Not available	Not available	0.51	ACUITE D Downgraded 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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