

## Press Release

### Arihant Food Products

October 11, 2022



### Rating Reaffirmed & Withdrawn and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	7.19	ACUITE D   Reaffirmed & Withdrawn   Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	7.19	-	-

### Rating Rationale

Acuite has reaffirmed & withdrawn its long term rating of '**ACUITE D**' (read as **ACUITE D**) on the Rs.7.19 crore bank facilities of Arihant Food Products. The rating withdrawal is in accordance with the Acuite's policy on withdrawal of rating.

This rating is now an indicative rating and is based on best available information. The rating is being withdrawn on account of request received from the company and NOC received from the banker, on Acuite's policy of withdrawal of ratings.

### About the Company

Maharashtra based Arihant Food Products (AFP) is a proprietorship firm incorporated in 2012 by Mr. Hasmukh Doshi. The firm is currently engaged in paddy processing and have a milling plant with a total capacity of processing 8 tonnes of paddy per hour, which is currently utilized at 50 percent capacity.

### 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 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 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.

### 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

### Other Factors affecting Rating

None

### Key Financials

The issuer has not provided the latest financials for Acuite to comment upon

### Status of non-cooperation with previous CRA

None

### Any other information

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

### 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

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

### Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
16 Aug 2021	Cash Credit	Long Term	6.00	ACUITE D (Downgraded from ACUITE B+   Stable)
	Working Capital Term Loan	Long Term	1.19	ACUITE D (Downgraded from ACUITE B+   Stable)
03 Mar 2021	Working Capital Term Loan	Long Term	1.19	ACUITE B+   Stable (Assigned)
	Cash Credit	Long Term	6.00	ACUITE B+   Stable (Assigned)

**Annexure - Details of instruments rated**

<b>Lender's Name</b>	<b>ISIN</b>	<b>Facilities</b>	<b>Date Of Issuance</b>	<b>Coupon Rate</b>	<b>Maturity Date</b>	<b>Quantum (Rs. Cr.)</b>	<b>Rating</b>
IDBI Bank Ltd.	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE D   Reaffirmed & Withdrawn   Issuer not co-operating*
IDBI Bank Ltd.	Not Applicable	Working Capital Term Loan	30-06-2020	8.10	31-05-2024	1.19	ACUITE D   Reaffirmed & Withdrawn   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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