



Press Release
AJIT SINGH OM PARKASH PRIVATE LIMITED
June 06, 2025
Rating Upgraded, Reaffirmed & Withdrawal

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	42.42	ACUITE B+ Upgraded & Withdrawn	-
Bank Loan Ratings	7.58	Not Applicable Withdrawn	-
Bank Loan Ratings	5.00	-	ACUITE A4 Reaffirmed & Withdrawn
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	55.00	-	-

Rating Rationale

Acuite has upgraded and withdrawn its long term rating to '**ACUITE B+**' (read as **ACUITE B Plus**) from '**ACUITE C**' (read as **ACUITE Ca**) and reaffirmed and withdrawn its short term rating of '**ACUITE A4**' (read as **ACUITE A Four**) on the Rs.47.42 Cr. bank facilities of Ajit Singh Om Parkash Private Limited (ASOPL). The rating is being withdrawn on account of request received from the company, and NOC (No Objection Certificate) received from the banker.

Further, Acuite has also withdrawn its rating on the proposed long-term facilities of Rs.7.58 Cr. of Ajit Singh Om Parkash Private Limited without assigning any rating as it is a proposed facility. The rating has been withdrawn on account of the request received from the company.

The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating as applicable to the respective facility / instrument.

Rationale for Upgrade

The rating upgrade and migration from 'Issuer non cooperating' takes into account the company meeting the curing period criteria post the reported delay in debt servicing as per the Credit Bureau Information Report (CRIF). Further, the rating factors in its moderate financial risk profile along with its established track record of operations and extensive experience of its promoters. The rating, however, is constrained on account of stagnant operating revenues, working capital intensive nature of operations and susceptibility of profitability to fluctuations in raw material prices.

About the Company

Ajit Singh Om Parkash Private Limited was incorporated on 31 March 1989 as a private limited company. However, before that they have started with a small shop back in 1958. The company is engaged in grading and trading of pulses, edible oils, dry fruits and nuts and other grocery items. The company sells its products under various brand names, like Pulses, Rice, Edible oils and many other grocery items are sold in the Brand name of A Plus, Century and Angan whereas dry fruits and nuts are sold in the brand name of Nuts About You. The main promoters of the company are Mr. Gurcharan Dass and Mr. Rahul Arora.

Unsupported Rating

Not Applicable

Analytical Approach

Acuité has considered the standalone business and financial risk profile of Ajit Singh Om Parkash Private Limited to arrive at this rating.

Key Rating Drivers

Strengths

Established track record of operations and extensive experience of the promoters

Incorporated in 1989, Ajit Singh Om Parkash Private Limited (ASOPL) has an established track record of operations of more than three decades in the industry. The company provides a range of products sold under different brand names through various supermarket stores and e-commerce like Metro, Walmart, Amazon and Flipkart. The promoters of the company have an experience of more than 50 years in this line of business. The established track record of ASOPL and extensive experience of the promoters aid the company to maintain a strong and long relation with its customers and suppliers.

Moderate financial risk profile

The company's financial risk profile stood moderate marked by low networth, high gearing and moderate debt protection metrics. The net worth of the company stood at Rs. 21.07 Cr. as on March 31st, 2024, as against Rs. 18.82 Cr. as on March 31st, 2023, due to accretion of profits to reserve. The total debt of the company stood at Rs. 71.34 Cr. as on March 31, 2024, as against Rs. 70.87 Cr. as on March 31, 2023. The debt profile of the company comprises of Rs. 6.13 Cr. of long-term debt, Rs. 47.35 Cr. of short-term debt, Rs.13.26 Cr. of unsecured loans from promoters and Rs. 4.60 Cr. of current portion of long-term debt. The gearing of the company stood at 3.39 times as on March 31, 2024, as compared to 3.77 times as on March 31, 2023. The TOL/TNW of the company stood at 4.09 times as on March 31, 2024, as against 4.52 times as on March 31, 2023. Further, the debt protection metrics of the company stood moderate reflected by debt service coverage ratio of 1.03 times for FY2024 as against 1.09 times for FY2023. Further, the interest coverage ratio stood at 1.79 times for FY24 as against 1.98 times for FY23.

Weaknesses

Stagnant scale of operations and moderation in profitability

The company's revenue remained stagnant and stood at Rs.272.31 Cr. in FY2024, compared to Rs.275.66 Cr. in FY2023, due to unchanged installed capacity leading to stagnant sales volume. In FY25(E), the company has achieved a revenue of Rs.274.30 Cr. However, the operating profit margin marginally increased to 3.90 percent in FY2024 as compared to 3.42 percent in FY2023. The PAT margin stood at 0.83 percent in FY2024 compared against 0.79 percent in FY2023.

Intensive nature of working capital operations:

The working capital operations of the ASOPL are intensive marked by high GCA (Gross Current Assets) of 124 days in FY2024 as against 117 days in FY2023. The high GCA days are primarily on account of high inventory levels. The inventory days stood at 95 days in FY2024 as against 92 days in FY2023. The debtor days stood at 30 days in FY2024 compared to 25 days in FY2023. The creditor days of the company stood at 20 days in FY24 compared against 19 days in FY23. Furthermore, the consolidated average utilization for fund-based limits remained on higher side, averaging around ~98.72% over the last five months ending Mar 2025.

Rating Sensitivities

Not Applicable

Liquidity Position Stretched

The company's cash accruals remained tightly matched with its repayment obligations in FY2024 with net cash accruals of Rs. 4.23 Cr. as against its maturing debt repayment obligations of Rs.3.97 Cr. during the same period. The cash and bank balances stood at Rs. 0.35 Cr. as on March 31, 2024. The current ratio stood at 1.39 times as on March 31, 2024, as against 1.44 times as on March 31, 2023.

Further, the working capital management of the company is intensive in nature marked by high Gross Current Assets (GCA) of 124 days in FY2024, with high reliance on working capital limits with consolidated average fund-based limit utilisation of ~98.72 percent in the last five months ended Mar 2025.

Outlook: Not Applicable

Other Factors affecting Rating

None

Key Financials

Particulars	Unit	FY 24 (Actual)	FY 23 (Actual)
Operating Income	Rs. Cr.	272.31	275.66
PAT	Rs. Cr.	2.25	2.19
PAT Margin	(%)	0.83	0.79
Total Debt/Tangible Net Worth	Times	3.39	3.77
PBDIT/Interest	Times	1.79	1.98

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

Not Applicable

Interaction with Audit Committee anytime in the last 12 months (applicable for rated-listed / proposed to be listed debt securities being reviewed by Acuite)

Not applicable

Any other information

None

Applicable Criteria

- 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>
- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.htm>

Note on complexity levels of the rated instrument

In order to inform the investors about complexity of instruments, Acuité 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
01 Apr 2025	Letter of Credit	Short Term	5.00	ACUITE A4 (Downgraded & Issuer not co-operating* from ACUITE A4+)
	Cash Credit	Long Term	10.70	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE BB)
	Term Loan	Long Term	4.72	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE BB)
	Cash Credit	Long Term	12.00	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE BB)
	Bills Discounting	Long Term	5.00	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE BB)
	Term Loan	Long Term	2.00	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE BB)
	Cash Credit	Long Term	15.00	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE BB)
	Proposed Term Loan	Long Term	0.58	ACUITE C (Downgraded & Issuer not co-operating* from ACUITE BB)
10 Jul 2024	Letter of Credit	Short Term	5.00	ACUITE A4+ (Reaffirmed & Issuer not co-operating*)
	Cash Credit	Long Term	12.00	ACUITE BB (Downgraded & Issuer not co-operating* from ACUITE BB+)
	Bills Discounting	Long Term	5.00	ACUITE BB (Downgraded & Issuer not co-operating* from ACUITE BB+)
	Term Loan	Long Term	2.00	ACUITE BB (Downgraded & Issuer not co-operating* from ACUITE BB+)
	Cash Credit	Long Term	15.00	ACUITE BB (Downgraded & Issuer not co-operating* from ACUITE BB+)
	Cash Credit	Long Term	10.70	ACUITE BB (Downgraded & Issuer not co-operating* from ACUITE BB+)
	Term Loan	Long Term	4.72	ACUITE BB (Downgraded & Issuer not co-operating* from ACUITE BB+)
	Proposed Term Loan	Long Term	0.58	ACUITE BB (Downgraded & Issuer not co-operating* from ACUITE BB+)
14 Apr 2023	Letter of Credit	Short Term	5.00	ACUITE A4+ (Downgraded & Issuer not co-operating* from ACUITE A3)
	Cash Credit	Long Term	12.00	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB- Stable)
	Bills Discounting	Long Term	5.00	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB- Stable)
	Term Loan	Long Term	2.00	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB- Stable)
	Cash Credit	Long Term	15.00	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB- Stable)
	Cash Credit	Long Term	10.70	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB- Stable)
	Term Loan	Long Term	4.72	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB- Stable)
	Proposed Term Loan	Long Term	0.58	ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB- Stable)
03 Feb 2022	Letter of Credit	Short Term	5.00	ACUITE A3 (Assigned)
	Cash Credit	Long Term	12.00	ACUITE BBB- Stable (Assigned)
	Bills Discounting	Long Term	5.00	ACUITE BBB- Stable (Assigned)
	Term Loan	Long Term	2.00	ACUITE BBB- Stable (Assigned)
	Cash Credit	Long Term	15.00	ACUITE BBB- Stable (Assigned)

	Cash Credit	Long Term	10.70	ACUITE BBB- Stable (Assigned)
	Term Loan	Long Term	4.72	ACUITE BBB- Stable (Assigned)
	Proposed Long Term Loan	Long Term	0.58	ACUITE BBB- Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Complexity Level	Rating
Axis Bank	Not avl. / Not appl.	Bills Discounting	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	5.00	Simple	ACUITE B+ Upgraded & Withdrawn (from ACUITE C)
Punjab National Bank	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	10.00	Simple	ACUITE B+ Upgraded & Withdrawn (from ACUITE C)
HDFC Bank Ltd	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	10.70	Simple	ACUITE B+ Upgraded & Withdrawn (from ACUITE C)
Axis Bank	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	10.00	Simple	ACUITE B+ Upgraded & Withdrawn (from ACUITE C)
HDFC Bank Ltd	Not avl. / Not appl.	Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	5.00	Simple	ACUITE A4 Reaffirmed & Withdrawn
Not Applicable	Not avl. / Not appl.	Proposed Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	7.58	Simple	Not Applicable Withdrawn
HDFC Bank Ltd	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	15 Feb 2025	4.72	Simple	ACUITE B+ Upgraded & Withdrawn (from ACUITE C)
Axis Bank	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	28 Jan 2026	2.00	Simple	ACUITE B+ Upgraded & Withdrawn (from ACUITE C)

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