

Press Release

Rashik Bihari Food Product Private Limited

May 08, 2023



Rating Reaffirmed & Withdrawn, Withdrawn and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Ratings Loan	8.50	ACUITE BB+ Reaffirmed & Withdrawn Issuer not co-operating*	-
Bank Ratings Loan	11.50	Not Applicable Withdrawn	-
Bank Ratings Loan	9.20	-	ACUITE A4+ Reaffirmed & Withdrawn Issuer not co-operating*
Bank Ratings Loan	5.80	-	Not Applicable Withdrawn
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	35.00	-	-

Rating Rationale

Acuite has Reaffirmed and withdrawn its long-term rating of '**ACUITE BB+**' (read as **ACUITE double B plus**) and reaffirmed the short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the rs 17.70Cr bank facilities of Rashik Bihari Food Product Private Limited.

Also, the rating will be Not Applicable for the withdrawn proposed limit on the Rs.17.30 Cr bank facilities of Rashik Bihari Food Product Private Limited (RBFPPPL).

The rating is now to be flagged as "Issuer Not-Cooperating" and is based on best available information. The rating has been withdrawn on Acuite's policy of withdrawal of ratings. The rating has been withdrawn on account of the request received from the company, and the NOC received from the banker.

About the Company

Established in 2010, Rashik Bihari Food Product Private Limited (RBFPPPL) is a merger of 3 companies Vishwanath Rice Mill (1990), Vishwanath Parboiling Industries (1990) and Parwati Trading Company (2003). The company is promoted by Mr. Naresh Kumar Agrawal, Smt. Sanju Agrawal, Mr. Rashik Agrawal and Mr. Aakash Agrawal. RBFPPPL is engaged in the manufacturing, trading and exporting of all kinds of non-basmati rice and have a manufacturing facility located in Chhattisgarh with a paddy milling capacity of 58,000 MTPA. The company has its own brand in non-basmati rice named as 'SAFFHIRE' and the rice supplies are also exported to the Middle East and African region. Moreover, the company is ISO certified and a member of APEDA.

Non-cooperation by the issuer/borrower:

Acuité 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. Acuité 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 Acuité'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). Acuité 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.

About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statement for Acuite to comment.

Rating Sensitivity

The rated entity has not shared the latest financial statements despite repeated requests.

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

Crisil vide its press release dated 14.03.2022, had rated the company to CRISIL B/A4 Stable ; INC.

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

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

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
28 Jun 2022	Proposed Long Term Loan	Long Term	1.50	ACUITE BB+ Stable (Assigned)
	Proposed Bank Guarantee	Short Term	5.80	ACUITE A4+ (Assigned)
	Proposed Bank Facility	Long Term	3.50	ACUITE BB+ Stable (Assigned)
	Bank Guarantee	Short Term	9.20	ACUITE A4+ (Reaffirmed)
	Proposed Cash Credit	Long Term	6.50	ACUITE BB+ Stable (Assigned)
	Cash Credit	Long Term	8.50	ACUITE BB+ Stable (Reaffirmed)
19 Apr 2022	Cash Credit	Long Term	8.50	ACUITE BB+ Stable (Assigned)
	Bank Guarantee	Short Term	9.20	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
State Bank of India	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	Simple	9.20	ACUITE A4+ Reaffirmed & Withdrawn Issuer not co-operating*
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	8.50	ACUITE BB+ Reaffirmed & Withdrawn Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	Simple	5.80	Not Applicable Withdrawn
Not Applicable	Not Applicable	Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	6.50	Not Applicable Withdrawn
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	Simple	3.50	Not Applicable Withdrawn
Not Applicable	Not Applicable	Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	Simple	1.50	Not Applicable Withdrawn

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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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