



**Press Release**  
**Pressana Flour Mills Private Limited**  
**August 07, 2023**

**Rating Downgraded and Issuer not co-operating**

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	87.00	ACUITE BB+   Downgraded   Issuer not co-operating*	-
Bank Loan Ratings	17.00	-	ACUITE A4+   Downgraded   Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	104.00	-	-

**Rating Rationale**

Acuite has downgraded its long-term rating to '**ACUITE BB+**' (read as **ACUITE Double B 'Plus'**) from **ACUITE BBB-** (read as **ACUITE t riple B 'Minus'**) and short term rating to '**ACUITE A4+**' (read as **ACUITE A four 'plus'**) from **ACUITE A3** (read as **ACUITE A Three**) on the Rs. 104.00 Cr bank facilities of PRESSANA FLOUR MILLS PRIVATE LIMITED (PFMPL).

This rating is now an indicative rating and is based on the best available information. The rating has been downgraded on account of information risk

**About the Company**

Incorporated in 2014, Pressana Flour Mills Private Limited (PFMPL) by Mr. Pollachi Srinivasan Senthil Kumar and his family members. The Company manufactures wheat products such as wheat flour (maida), unrefined wheat flour (atta), semolina (suji) and bran. The manufacturing facility is located at Coimbatore (Tamilnadu) with an installed wheat-grinding capacity of 300 MT/day. The company also trades in a large variety of agri produce such as pulses, and wheat-based products, Jaggery and salt, among others.

**Non-cooperation by the issuer/borrower**

Acuite has been requesting for No Default Statements (NDS); however, despite multiple requests; the Company's management has remained noncooperative and not submitted the NDS for the preceding 03 consecutive months. Acuite has also 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 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 has endeavoured 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 22 (Provisional)	FY 21 (Actual)
Operating Income	Rs. Cr.	294.05	126.98
PAT	Rs. Cr.	10.59	2.66
PAT Margin	(%)	3.60	2.10
Total Debt/Tangible Net Worth	Times	2.32	1.60
PBDIT/Interest	Times	4.02	2.54

### Status of non-cooperation with previous CRA

None

### Any other information

Acuité is not in receipt of the "No Default Statement (NDS)" since May 2023

### 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

In order to inform the investors about complexity of instruments, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuité'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](http://www.acuite.in)

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
07 Jul 2022	Proposed Bank Facility	Long Term	2.77	ACUITE BBB-   Stable (Assigned)
	Working Capital Term Loan	Long Term	4.83	ACUITE BBB-   Stable (Assigned)
	Cash Credit	Long Term	30.00	ACUITE BBB-   Stable (Assigned)
	Term Loan	Long Term	9.40	ACUITE BBB-   Stable (Assigned)
	Bank Guarantee	Short Term	17.00	ACUITE A3 (Assigned)
	Secured Overdraft	Long Term	40.00	ACUITE BBB-   Stable (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
CSB Bank Limited	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	Simple	17.00	ACUITE A4+   Downgraded   Issuer not co-operating*
CSB Bank Limited	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	30.00	ACUITE BB+   Downgraded   Issuer not co-operating*
CSB Bank Limited	Not Applicable	Covid Emergency Line.	Not Applicable	Not Applicable	Not Applicable	Simple	4.83	ACUITE BB+   Downgraded   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	Simple	2.77	ACUITE BB+   Downgraded   Issuer not co-operating*
Standard Chartered Bank	Not Applicable	Secured Overdraft	Not Applicable	Not Applicable	Not Applicable	Simple	40.00	ACUITE BB+   Downgraded   Issuer not co-operating*
CSB Bank Limited	Not Applicable	Term Loan	Not available	Not available	Not available	Simple	9.40	ACUITE BB+   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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