



Press Release
AFP MANUFACTURING CO. PRIVATE LIMITED
March 07, 2025
Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	64.53	ACUITE BB Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	64.53	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

* The issuer did not co-operate; based on best available information.

Rating Rationale

Acuite has downgraded its long-term rating to ‘**ACUITE BB**’ (read as **ACUITE double Bf**) from ‘**ACUITE BB+**’ (read as **ACUITE double B plus**) on the Rs.64.53 Cr. bank facilities of AFP Manufacturing Co. Private Limited (AMCPL).

The rating downgrade is based on non-submission of NDS for 03 consecutive months. The rating is now flagged as “Issuer Not-Cooperating” on account of information risk and is based on the best available information.

About the Company

AFP Manufacturing Co. Private Limited (AMCPL) was established in 1982, as a partnership firm named Aggarwal Food Products. The constitution was later on changed to private limited company in 1999. The company is managed by Mr. Anil Aggarwal, Mr. Puneet Aggarwal and Mr Ravindra Singh. AMCPL is engaged in the manufacturing of salted snacks (namkeen) and other ready-to-eat snacks, potato chips, namkeens and bhujia among others. The company has three units in Hajipur (Bihar) with combined capacity of 34400 MT Per Annum. The company has its own brand ‘Munchhonn’ and also works as a contract manufacturer of PepsiCo for manufacturing and packaging of ‘Kurkure’.

Unsupported Rating

Not Applicable

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 non-cooperative and not submitted the NDS for the preceding 03 consecutive months. 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

This rating is based on information available from sources other than the issuer / borrower (in the absence of information provided by the issuer / borrower) . Acuite endeavoured to gather information about the entity/industry from the public domain. Any rating with the suffix ‘Issuer not cooperating’ is assigned without any management interaction with the issuer entity or any data / information from the entity. Sometimes this non co-operation by a rated entity may be due to a result of deterioration in the credit risk profile of the entity. 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 Acuité to comment upon.

Liquidity Position

No information provided by the issuer / available for Acuité to comment upon.

Outlook: Not Applicable

Other Factors affecting Rating

None

Key Financials

Particulars	Unit	FY 24 (Actual)	FY 23 (Actual)
Operating Income	Rs. Cr.	245.86	242.78
PAT	Rs. Cr.	2.37	2.41
PAT Margin	(%)	0.97	0.99
Total Debt/Tangible Net Worth	Times	2.77	1.76
PBDIT/Interest	Times	2.49	2.58

Status of non-cooperation with previous CRA

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

- 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. 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
31 Jan 2024	Proposed Long Term Bank Facility	Long Term	0.91	ACUITE BB+ Stable (Reaffirmed)
	Term Loan	Long Term	2.64	ACUITE BB+ Stable (Reaffirmed)
	Cash Credit	Long Term	17.50	ACUITE BB+ Stable (Reaffirmed)
	Cash Credit	Long Term	17.00	ACUITE BB+ Stable (Reaffirmed)
	Working Capital Term Loan	Long Term	1.80	ACUITE BB+ Stable (Reaffirmed)
	Working Capital Term Loan	Long Term	1.22	ACUITE BB+ Stable (Reaffirmed)
	Term Loan	Long Term	23.46	ACUITE BB+ Stable (Reaffirmed)
	Term Loan	Long Term	17.00	ACUITE BB+ (Reaffirmed & Withdrawn)
	Term Loan	Long Term	8.47	ACUITE BB+ (Reaffirmed & Withdrawn)
06 Jul 2023	Term Loan	Long Term	17.00	ACUITE BB+ Stable (Downgraded from ACUITE BBB- Stable)
	Cash Credit	Long Term	17.50	ACUITE BB+ Stable (Downgraded from ACUITE BBB- Stable)
	Cash Credit	Long Term	17.00	ACUITE BB+ Stable (Assigned)
	Proposed Long Term Bank Facility	Long Term	0.91	ACUITE BB+ Stable (Downgraded from ACUITE BBB- Stable)
	Term Loan	Long Term	34.95	ACUITE BB+ Stable (Downgraded from ACUITE BBB- Stable)
	Proposed Long Term Loan	Long Term	2.64	ACUITE BB+ Stable (Downgraded from ACUITE BBB- Stable)
16 Aug 2022	Cash Credit	Long Term	12.00	ACUITE BBB- Stable (Assigned)
	Cash Credit	Long Term	5.50	ACUITE BBB- Stable (Assigned)
	Term Loan	Long Term	30.47	ACUITE BBB- Stable (Assigned)
	Working Capital Demand Loan (WCDL)	Long Term	4.75	ACUITE BBB- Stable (Assigned)
	Proposed Long Term Bank Facility	Long Term	20.28	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
State Bank of India	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	17.50	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
State Bank of India	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	17.00	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	0.91	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
Union Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	30 Mar 2029	2.64	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
State Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	01 Jun 2028	23.46	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
State Bank of India	Not avl. / Not appl.	Working Capital Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	06 Nov 2025	1.80	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
State Bank of India	Not avl. / Not appl.	Working Capital Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	07 Sep 2024	1.22	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)

* The issuer did not co-operate; based on best available information.

Contacts

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About Acuité Ratings & Research

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