

## Press Release

### Gokul Dairy Products

July 08, 2022



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

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	12.00	ACUITE B   Reaffirmed   Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	12.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

#### Rating Rationale

Acuite has reaffirmed the long term rating of '**ACUITE B**' (read as **ACUITE B**) on the Rs.12.00 Crore bank facilities of Gokul Dairy Products. This rating is now an indicative rating and is based on the best available information.

#### About the Company

Gokul Dairy Products (Gokul) is a Karnataka-based partnership firm, established in the year 2007. It is engaged in the business of processing and sale of milk and value added products like ghee, paneer, curd, butter, among others. The firm has an installed capacity of 1, 00,000 liters per day. However, utilisation is around 50- 60 per cent. The firm sells its products under the 'Kaveri' brand. It is promoted by Mr. K. N. Krishna Murthy.

#### 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 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 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.

### About the Rated Entity - Key Financials

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

### Rating Sensitivity

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

### Status of non-cooperation with previous CRA

None

### Any other information

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

### Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.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
09 Apr 2021	Term Loan	Long Term	0.42	ACUITE B (Issuer not co-operating*)
	Cash Credit	Long Term	9.25	ACUITE B (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	2.33	ACUITE B (Issuer not co-operating*)
27 Jan 2020	Cash Credit	Long Term	9.25	ACUITE B   Stable (Upgraded from ACUITE D)
	Term Loan	Long Term	0.42	ACUITE B   Stable (Upgraded from ACUITE D)

	Proposed Bank Facility	Long Term	2.33	ACUITE B   Stable (Upgraded from ACUITE D)
21 Aug 2019	Proposed Bank Facility	Long Term	3.57	ACUITE D (Reaffirmed)
	Cash Credit	Long Term	1.75	ACUITE D (Reaffirmed)
	Term Loan	Long Term	0.68	ACUITE D (Reaffirmed)
	Secured Overdraft	Long Term	6.00	ACUITE D (Reaffirmed)
04 Jun 2018	Cash Credit	Long Term	1.75	ACUITE D (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	0.68	ACUITE D (Downgraded from ACUITE BB   Stable)
	Secured Overdraft	Long Term	6.00	ACUITE D (Downgraded from ACUITE BB   Stable)
	Proposed Bank Facility	Long Term	3.57	ACUITE D (Downgraded from ACUITE BB   Stable)
20 Mar 2017	Cash Credit	Long Term	4.79	ACUITE BB   Stable (Reaffirmed)
	Term Loan	Long Term	0.10	ACUITE BB   Stable (Reaffirmed)
	Proposed Cash Credit	Long Term	5.11	ACUITE BB   Stable (Reaffirmed)
	Proposed Long Term Loan	Long Term	2.00	ACUITE BB   Stable (Reaffirmed)
08 Jan 2016	Cash Credit	Long Term	4.79	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	0.15	ACUITE BB   Stable (Assigned)
	Proposed Cash Credit	Long Term	1.71	ACUITE BB   Stable (Assigned)
	Proposed Long Term Loan	Long Term	2.00	ACUITE BB   Stable (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Canara Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	9.25	ACUITE B   Reaffirmed   Issuer not co- operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	2.33	ACUITE B   Reaffirmed   Issuer not co- operating*
Canara Bank	Not Applicable	Term Loan	Not available	Not available	Not available	0.42	ACUITE B   Reaffirmed   Issuer not co- operating*

## Contacts

Analytical	Rating Desk
<p>Pooja Ghosh Vice President-Rating Operations Tel: 022-49294041 <a href="mailto:pooja.ghosh@acuite.in">pooja.ghosh@acuite.in</a></p> <p>Abhishek Singh Junior Analyst-Rating Operations Tel: 022-49294065 <a href="mailto:abhishek.s@acuite.in">abhishek.s@acuite.in</a></p>	<p>Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 <a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a></p>

### 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.

**Disclaimer:** An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Ratings assigned by Acuité are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind, arising from the use of its ratings. Ratings assigned by Acuité are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website ([www.acuite.in](http://www.acuite.in)) for the latest information on any instrument rated by Acuité.