

Press Release

Ramesh Kumar & Co

April 19, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	12.50	ACUITE B+ Reaffirmed Issuer not co-operating*	-
Bank Loan Ratings	3.50	-	ACUITE A4 Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	16.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE B+**' (read as **ACUITE B plus**) and the short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs.16.00 crore bank facilities of Ramesh Kumar & Co (RKC). This rating continues to be an indicative rating and is based on the best available information.

About the Company

Established in 1982, RKC is a Delhi-based sole proprietorship firm promoted by Mr. Somnath Aggarwal. The company is engaged in trading of a variety of rice, namely Basmati Rice, Idli Rice, Ponni Rice, Pusa Basmati Rice, SonaMasoori Rice and Super Basmati Rice. The warehouse of the firm is located at Karnal near New Delhi which offers locational advantage. The firm procures rice from mandis and milling companies located locally.

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 non-cooperation by the issuer along with an 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 Acuité to comment upon.

Material Covenants

Not Applicable.

Liquidity Position

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

Outlook

Not Applicable.

Status of non-cooperation with previous CRA

Not Applicable.

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>

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
18 Jan 2021	Cash Credit	Long Term	2.50	ACUITE B+ (Issuer not co-operating*)
	Warehouse Receipt Financing	Long Term	10.00	ACUITE B+ (Issuer not co-operating*)
	Packing Credit	Short Term	3.50	ACUITE A4 (Issuer not co-operating*)
06 Nov 2019	Warehouse Receipt Financing	Long Term	10.00	ACUITE B+ Stable (Reaffirmed)
	Cash Credit	Long Term	2.50	ACUITE B+ Stable (Reaffirmed)
	Packing Credit	Short Term	3.50	ACUITE A4 (Reaffirmed)
25 Sep 2018	Packing Credit	Short Term	3.50	ACUITE A4 (Reaffirmed)
	Cash Credit	Long Term	2.50	ACUITE B+ Stable (Reaffirmed)
	Cash Credit	Long Term	10.00	ACUITE B+ Stable (Reaffirmed)
17 Aug 2017	Cash Credit	Long Term	10.00	ACUITE B+ Stable (Reaffirmed)
	Cash Credit	Long Term	2.50	ACUITE B+ Stable (Reaffirmed)
	Packing Credit	Short Term	3.50	ACUITE A4 (Reaffirmed)

28 Apr 2016	Cash Credit	Long Term	10.00	ACUITE B+ Stable (Upgraded from ACUITE B Stable)
	Cash Credit	Long Term	2.50	ACUITE B+ Stable (Upgraded from ACUITE B Stable)
	Packing Credit	Short Term	3.50	ACUITE A4 (Upgraded from ACUITE A4)
25 Feb 2015	Cash Credit	Long Term	10.00	ACUITE B Stable (Reaffirmed)
	Cash Credit	Long term	2.50	ACUITE B Stable (Reaffirmed)
	Packing Credit	Short term	3.50	ACUITE A4 (Reaffirmed)
24 Jul 2014	Cash Credit	Long Term	10.00	ACUITE B Stable (Assigned)
	Cash Credit	Long Term	2.50	ACUITE B Stable (Assigned)
	Packing Credit	Short Term	3.50	ACUITE A4 (Assigned)

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

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Union Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.50	ACUITE B+ Reaffirmed Issuer not co-operating*
Union Bank of India	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	3.50	ACUITE A4 Reaffirmed Issuer not co-operating*
Union Bank of India	Not Applicable	Warehouse Receipt Financing	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE B+ Reaffirmed Issuer not co-operating*

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

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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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