

RATING RATIONALE

AB Crops Pvt Ltd

Brickwork Ratings downgrades the rating for the Bank Loan Facilities of ₹24 Crores of AB Crops Pvt Ltd based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (08 Feb 2019)**	Present
Fund Based - CC	2.00	2.00	Long Term	BWR BB-Stable	BWR D (Downgrade) Issuer Not Cooperating*
Non Fund Based LC/FLC	22.00	22.00	Short Term	BWR A4	
Total	24.00	24.00	Rupees Twenty Four crores only		

Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

* Issuer did not cooperate, based on best available information.

**Rating not Reviewed advisory issued on 10 Feb 2020

NATURE OF NON-COOPERATION

The rating was due for a review in Feb 2020. BWR took up with the issuer to provide required information over emails dated 13.01.2020 and 18.02.2020. Despite the best efforts of BWR to get at least the minimum required information for a review, the entity has not provided the same. In the absence of adequate information from the issuer/Company, BWR is unable to assess the issuer's/Company's financial performance and its ability to service its debt and maintain a valid rating. However, the lender has reported irregularities in the conduct of rated bank loan accounts, and the rating is downgraded to BWR D (INC).

LIMITATIONS OF THE RATING

Information availability risk is a key factor in the assessment of credit risk as generally, non-cooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress.

COMPANY PROFILE (As available with BWR in Feb 2019)

AB Crops Pvt Ltd (AB Crops) was incorporated in May 2011 and is based in Bathinda, Punjab. It is engaged in the trading of edible oil such as crude palm oil, soya bean oil, etc. by importing the same from overseas markets and selling in the domestic market on a high seas sale basis. The Company is promoted by Mr. Darshan Paul and Mrs. Richa Garg. The Company belongs to the Homeland Group which comprises diversified businesses including trading in edible oils, agro based business, pesticides, real estate etc.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: NIL

RATING HISTORY (including ratings suspended/withdrawn)

Instrument / Facilities	Current Rating (2020)			Rating History		
	Tenure	Amount (₹ Cr)	Rating	08 Feb 19 [^]		7Mar16
Cash Credit	Long Term	2.00	BWR D (Downgrade) Issuer Not Cooperating*	BWR BB- (Stable)	14Mar17 BWR B+	BWR B+ (Stable)
					24Nov17 BWR BB- (Stable)	
LC/FLC	Short Term	22.00		BWR A4	14Mar17 BWR A4 24Nov17 BWR A4	BWR A4
Total		24.00	INR Twenty Four crores Only			

*Issuer did not Cooperate. Based on the best available information.

[^]Rating Not Reviewed was issued by BWR on 10 Feb 2020

ANNEXURE I

AB Crops Pvt Ltd

Details of Bank Facilities rated by BWR

Sl. No.	Name of the Bank	Type of Facilities	Long Term {(₹ Cr)}	Short Term {(₹ Cr)}	Total (₹ Cr)
1	Central Bank of India, RK Road, Ludhiana	Cash Credit	2.00	NIL	2.00
2		LC/FLC	NIL	22.00	22.00
TOTAL			2.00	22.00	24.00

Rupees Twenty Four crores Only

COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Short Term Debt](#)

Analytical Contacts	Investor and Media Relations
<p>[Saurabh Agarwal] Primary Analyst [Board: +91 11 23412232] [saurabh.a@brickworkratings.com]</p> <p>[Ashwini Mital] [Director – Ratings] [Board: +91 172 5032295/96] [ashwinimital@brickworkratings.com]</p>	<p>Liena Thakur Assistant Vice President - Corporate Communications M : +91 84339 94686 liena.t@brickworkratings.com</p>

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