



Rating Rationale

Aakriti Sugar Mills Pvt. Ltd. (Erstwhile Ma Bhagwati Sugar Mill Limited)

30 Oct 2018

Brickwork Ratings has reviewed the Rating for the Bank Loan facilities of ₹ 13.50 Crore of Aakriti Sugar Mills Pvt. Ltd. (erstwhile Ma Bhagwati Sugar Mill Limited) based on best available information, as the issuer did not cooperate. Accordingly the rating for the said instrument is as under

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present		Previous (Feb 2016)	Present
Fund based Cash Credit	6.00	6.00	Long Term	BWR B Outlook:Stable (Pronounced as BWR Single B)	Issuer did not Co-operate; BWR B- (Outlook: Stable) (Downgraded) (Pronounced as BWR single B Minus)
Sublimit : CC (Advances to Farmers)	(3.00)	(3.00)			
Term Loans	7.50	7.50			
Total	13.50	13.50	₹ Thirteen Crores and Fifty Lakhs Only		

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings. Rating Not Reviewed Advisory Issued on 7.6. 2017 , Present Rating :Issuer did not co-operate; based on best available information

Ratings:Downgraded

Nature of Non-co-operation: The rating was due for a review in Feb 2017. BWR took up with the issuer to provide required information over emails dated July 23 2018, August 21 2018, Sep 4 2018, Sep 20 2018 and through telephone calls. 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.

30 Oct 2018



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

About the Company (Information as available in Feb 2016)

Aakriti Sugar Mills Pvt Ltd is a closely held public company incorporated in Dec 2006 by Patel Group for setting up a sugar plant at Baktara in Sehore District (MP). Subsequently the company was taken over by AG8 group led by Mr Hemant Soni in 2008 and sugar plant started commercial operations in Oct 2009. As the company was unable to achieve the anticipated success in increasing sugarcane production area in Baktara, the plant was shifted to sugarcane area at Tumda in Narsinghpur District(MP) which is well known for highest sugarcane production in MP. The unit became successfully operational in new area wef from Jan 1, 2014. It has a crushing capacity of 1650 TCD. ASMPL has subsidiary named Ma Bhagwati Power Ltd which presently has no operations

Rating History for the last three years

S.No	Facility	Current Rating (2018)			Rating History		
		Type	Amount (₹ Cr)	Rating^	7.6.2017	12.2. 2016	3 .11.2014
1)	Fund Based Cash Credit	Long Term	6.00	Issuer Did Not Co-operate BWR B- (Stable) Pronounced as BWR single B Minus)	Rating Not Reviewed	BWR B (Outlook: Stable) (Pronounced as BWR Single B)	BWR B (Outlook: Stable) (Pronounced as BWR Single B)
2)	Sublimit: CC(Advances to Farmers)	Long Term	(3.00)				
3)	Term Loan	Long Term	7.50				
Total			13.50	₹ Thirteen Crores and Fifty Lakhs Only			

^Issuer did not co-operate; based on best available information

Status of non-cooperation with previous CRA :- Crisil D rating Suspended as of Nov 12, 2013 on account of non cooperation, Any other information- Nil

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [What Constitutes Non-Cooperation](#)

Aakriti Sugar Mills Pvt. Ltd. (erstwhile Ma Bhagwati Sugar Mill Limited)

Annexure I

Particulars	Units	2014 Audited	2015 Audited
Net Sales/Revenues	₹ Cr	26.73	40.62
EBIDTA	₹ Cr	4.13	3.22
PAT	₹ Cr	0.05	-2.62
Tangible Networth	₹ Cr	16.27	13.64
Total Debt : TNW	Times	2.17	2.48
Current Ratio	Times	1.19	1.04

Note: As per information available with BWR

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For print and digital media

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Note on complexity levels of the rated instrument:

BWR complexity levels are meant for educating investors. The BWR complexity levels are available at www.brickworkratings.com/download/ComplexityLevels.pdf Investors queries can be sent to info@brickworkratings.com.



About Brickwork Ratings

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BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations. BWR has rated debt instruments/bonds/bank loans, securitized paper of over ₹ 13,22,500 Cr. In addition, BWR has rated over 7000 MSMEs. Also, Fixed Deposits and Commercial Papers etc. worth over ₹62,000 Cr have been rated.

BWR has rated over 30 PSUs/Public Sector banks, as well as many major private players. BWR has a major presence in ULB rating of nearly 102 cities

DISCLAIMER

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