

Press Release

Brickwork Ratings assigns ‘BWR B+’ for the Bank Loan Facilities amounting to ₹ 13.70 Cr of Aggarwal Rice & General Mills

Brickwork Ratings (BWR) has assigned the following **Rating¹** for the Bank Loan Facilities of Aggarwal Rice & General Mills (*ARGM or the ‘firm’*)

Facility	Tenure	Amount (₹ Cr)	Rating
Fund Based Term Loan	Long Term	1.40	BWR B+ (BWR B Plus) (Outlook: Stable)
Fund Based Cash Credit		12.30	
Total		13.70 (INR Thirteen Crores & Seventy Lakhs Only)	

The rating reflects the extensive experience of the promoters in the rice milling industry, growth in revenues and the benefits expected from the healthy growth prospects for the rice industry. However, the rating is constrained by firm’s weak financial profile, low profitability, highly fragmented and competitive nature of the industry and susceptibility of the firm’s performance to adverse regulatory changes and fluctuations in raw material prices.

Aggarwal Rice & General Mills is a partnership firm established in 2000, at Sri Muktsar Sahib, Punjab. The firm is engaged in the milling, processing and trading of basmati and non-basmati rice with an installed capacity of 7 MT per day.

ARGM is a family-run business. The firm supplies rice to rice traders and dealers in primarily in Northern India and also exports to Iran and Dubai. Mr.Vikrant Ahujha and Mr.Sathish Kumar are the managing partners of the firm and have more than 15 years of experience in this line of business.

ARGM reported a profit after tax (PAT) of ₹0.14 Cr. on net sales of ₹23.78 Cr. for FY 13 as against profit after tax (PAT) of ₹0.04 Cr. on net sales of ₹19.24 Cr. for FY 12.

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¹ Please refer to www.brickworkratings.com for definition of the Ratings