

Rating Rationale

29 Nov 2019

Agrawal Dall Mill

Brickwork Ratings reaffirms the ratings for the Bank Loan Facilities of ₹11.00 Crores of Agrawal Dall Mill based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (Nov, 2017)	Present
Fund Based	11.00	11.00	Long Term	BWR B+ (Stable)	BWR B+ (Stable) (Reaffirmed) Issuer Not Cooperating*

Total	11.00	11.00	INR Eleven crores only.		
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Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

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

Details of Bank facilities is provided in Annexure-1

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

BWR has reaffirmed the Rating while assigning a stable outlook to the bank loan facilities of Agrawal Dall Mill to **BWR B+/(Stable) Issuer Not Cooperating; Based on Best Available Information.**

BWR had assigned the rating of **BWR B+/(Stable)** in Nov ,2017. The rating was subsequently due for surveillance in Nov 2018. BWR took up with the issuer to provide required information over emails sent on 20/12/2018, 18/3/2019, 25/3/2019, 6/6/2019, 5/11/19, 19/11/19, 21/11/2019, and through telephone calls over the same period. 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 Company, BWR is unable to assess the Company's financial performance and its ability to service its debt and maintain a valid rating. Hence, on account of



inadequate information and lack of management cooperation, BWR recommends to place the rating under the Issuer Not Cooperating category.

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. Users of the credit rating should therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non- transparency and withholdings of the information required for a review of the rating.

Key Parameters	Units	FY17	FY16
Result Type		Audited	Audited
Net Sales	Rs.cr	43.98	64.54
EBITDA	Rscr	1.45	1.60
PAT	Rs.cr	0.25	0.35
Tangible Networkth	Rs.cr	3.00	2.56
Total Debt/ TNW	Times	3.88	3.56
Current Ratio	Times	1.24	1.29

COMPANY PROFILE

Agrawal Dall Mills (ADM), established as a partnership firm in the year 1984 and promoted Mr. Rakesh Agrawal. Its office and manufacturing unit is located at Damoh, Madhya Pradesh. ADM is engaged in processing of processing of gram/channa, Masoor Dall etc. Major raw materials of the firm are pulses, which are procured from Jabalpur. The firm procures pulses mainly from Damoh by directly participating in mandi auction. The promoters and employees participates in auction for procurements of Pulses of varied quality in these mandis and visit from one place to another during the pulses arrival season every year. Pulses procured from mandi auction is around 60 % and rest from the farmers, who are located in Jabalpur.

Non-Cooperation with any other agency: Nil



RATING HISTORY

Facilities	Current Rating			Rating History		
	Tenure	Amount (₹ Cr)	Rating	2018	Nov, 2017	2016
Fund Based	Long Term	11.00	BWR B+ (Stable) Reaffirmed Issuer Not Cooperating*	NA	BWR B+ (Stable)	NA
Total		11.00	INR Eleven crores only.			

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

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](#)

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ANNEXURE I

Details of Bank Facilities rated by BWR

Name of the Bank/ FI	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
Union Bank Of India	CC	11.00	0.00	11.00
TOTAL				11.00

Total Rupees Eleven Crores only.

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