

RATING RATIONALE

2 Mar 2020

Agro Nut & Food Co.

Brickwork Ratings downgrades the ratings for the Bank Loan Facilities of ₹ 6.00 Crores of Agro Nut & Food Co. based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (May,2018)	Present
Fund based Cash Credit Term Loan	3.50 2.50	3.50 2.50	Long Term	BWR C (Downgrade) 'Issuer Not Cooperating'	BWR D (Downgrade) 'Issuer Not Cooperating'
	6.00	6.00	INR Six Crore Only		

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/NCD/Bonds/Commercial Paper is provided in Annexure-I&II

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

BWR Downgrades the ratings of long term bank facilities of Agro Nut & Food Co. to BWR D as the Issuer did not cooperate.

The initial rating was done on 28th September 2016 and ratings assigned was BWR B with 'Stable' outlook for bank facilities amounting to Rs 6.00 Crore . The Ratings was due for a review in September 2017 . However, on non receipt of adequate information,it was downgraded to BWR C dated 21 May 2018 under 'Issuer Not Cooperating' category.

BWR took up with the issuer to provide required information over emails and through telephone calls. Monthly No Default Statement (NDS) is also not being submitted by the firm. Despite the best efforts of BWR to get at least the minimum required information for a review, the entity has not provided the same. Banker's feedback regarding the conduct of account is also not

available. In the absence of adequate information from the issuer, BWR is unable to assess the issuer's financial performance and its ability to service its debt and maintain a valid rating.

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

KEY FINANCIAL INDICATORS (in ₹ Cr) [AS AVAILABLE WITH BWR]

Key Parameters	Units	FY17	FY16
Result Type		Projections	-
Revenue	Crs	39.52	-
EBITDA	Crs	1.96	-
PAT	Crs	0.80	-
Tangible Net Worth	Crs	3.57	-
TD/TNW	Times	1.60	-
Current Ratio	Times	1.36	-

COMPANY PROFILE [As available with BWR]

Agro Nut and Food Company was established as proprietorship firm in the year 2016 by Mr. Suneel Jain. The firm is engaged in processing and packaging of dry fruits & nuts like walnut kernels, almonds, cashew nuts . Firm's total annual installed capacity is approx. 945.50 tonnes. Agro Nut & Food Co. is a newly floated firm by " Hansraj Group" to expand their product portfolio.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY

RATING HISTORY

Instrument / Facilities	Current Rating			Rating History		
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	2019	21 May 2018	2017*
Cash Credit Term Loan	Long Term	3.50 2.50	BWR D (Downgrade) 'Issuer Not Cooperating'	-	BWR C (Downgrade) 'Issuer Not Cooperating'	-
Total		6.00	INR Six Crore Only			

* BWR had initially rated Agro Nut & Food Co as BWR B/Stable dated 28 September 2016.

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](#)

[What Constitutes Non-Cooperation](#)

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ANNEXURE I
Agro Nut & Food Co.

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	Punjab National Bank	Cash Credit	3.50	0.00	3.50
2		Term Loan	2.50	0.00	2.20
TOTAL INR SIX CRORE ONLY					6.00

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