

AGROWNATION INDIA VENTURES PVT LTD

Brickwork Ratings Reaffirms the ratings for the Bank Loan Facilities of ₹ 44.76 Crores of Agrownation India Ventures Pvt Ltd based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (June 2019)	Present
Fund based	44.76	44.76	Long Term	BWR BB Stable (Reaffirmed)	BWR BB Stable (Reaffirmed) Issuer Not Cooperating*
Total	44.76	44.76	INR Forty Four Crores and Seventy Six Lakhs 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 is provided in Annexure-I

RATING ACTION / NATURE OF NON-COOPERATION

The rating of the Bank Loan Facilities of the company has been reaffirmed based on the available information as the client has not submitted any paper/information etc. for ascertaining the financial risk profile/performance of the company. We have therefore moved the rating under the “Issuer Not Cooperating” category.

The rating was due for surveillance. The company was being regularly followed up for surveillance, vide telephone calls and emails dated 28.04.2020, 04.05.2020, 11.05.2020, 10.06.2020, 19.06.2020 and 25.06.2020 for obtaining the relevant and latest paper/ information for the review of the rating. The company did not cooperate in undertaking the rating process in

spite of following up several times. In the absence of adequate information from the company and the bank, 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 migrate the rating under Issuer Non Cooperating category and has further reaffirmed the rating of the Bank Loan Facilities of the company at BWR BB (Stable).

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

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

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Key Parameters	Units	FY 18	FY 17
Result Type		Audited	Audited
Operating Income	₹ Cr	86.93	44.72
EBITDA	₹ Cr	7.08	5.14
PAT	₹ Cr	1.34	0.46
Tangible Net Worth	₹ Cr	7.80	6.46
Total Debt /TNW	Times	6.45	7.58
Current Ratio	Times	1.18	1.16

COMPANY PROFILE (Information as on June 2019)

Agrownation India Ventures Pvt Ltd (Erstwhile Prayag Cereals Pvt Ltd) came into existence on 23rd May 2014 in Bhopal, Madhya Pradesh and started operations on 25 July 2016. The company has a rice mill at Bhopal, M.P & sells (Basmati rice) its product under the brand name “Happy Farm”. The company is promoted by Mr. Ram Kumar Rathi and Mr. Ankit Rathi.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY : Nil

RATING HISTORY FOR THE PREVIOUS THREE YEARS [including withdrawal and suspended]

Instrument / Facilities	Current Rating			Rating History		
	Tenure	Amount (₹ Cr)	Rating	(June 2019)	(April 2018)	(March 2017)
Fund based Cash Credit	Long Term	9.50	BWR BB Stable (Reaffirmed) Issuer Not Cooperating*	BWR BB Stable (Reaffirmed)	BWR BB-Stable (Upgraded)	BWR B Stable (Reaffirmed)
Term Loan		5.26		(Jan 2019)		
WHR		30.00		BWR BB Stable (Upgraded)		
Total		44.76	INR Forty Four Crores and Seventy Six Lakhs Only			

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

Note: The initial rating of BWR B was assigned in August 2015



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 Co-operation](#)

For any other criteria obtain hyperlinks from website

Analytical Contacts	Investor and Media Relations
<p>Srishti Kaushik Ratings Analyst B :+91 202267456 Ext :673 srishti.k@brickworkratings.com</p> <p>Sushil Kumar Chitkara Associate Director - Ratings B :+91 22 2831 1426, +91 22 2831 1439 sushilkumar.c@brickworkratings.com</p>	<p>Liena Thakur Assistant Vice President - Corporate Communications +91 84339 94686 liena.t@brickworkratings.com</p>

ANNEXURE I

**Agrownation India Ventures 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	Bank of Baroda	Cash Credit	9.50	-	9.50
2		Term Loan	5.26	-	5.26
3	Union Bank of India	WHR	30.00	-	30.00
TOTAL					44.76

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