

Rating Rationale

20 Nov 2019

Amul Feed Pvt. Ltd.

Brickwork Ratings Revises the Rating for the Bank Loan facilities of ₹ 15.00 Crore of Amul Feed Private 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		Initial (Jul, 2018)	Previous (Jul, 2019)	Present
Fund Based						
Cash Credit	15.00	15.00	Long Term	BWR BB+ Stable	Rating Not Reviewed	BWR BB Stable (Downgraded) Issuer Not Cooperating*
Total	15.00	15.00	INR Fifteen Crores 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/OUTLOOK/NATURE OF NON-COOPERATION

In view of the non-availability of the information and lack of cooperation from the issuer, Brickwork Ratings has downgraded the rating from BWR BB+/Stable to BWR BB/Stable; “issuer not cooperating”, for the bank loan facilities amounting to Rs.15.00 Crores of **Amul Feed Private Limited**.

The lenders/investors may note to exercise due caution while using the above ratings which mentions "Issuer Not Cooperating" since the ratings lacks any projections or forward looking component as it is arrived based on the best available information without any management/banker's interaction.



The rating was due for a review in July 2019. BWR took up with the issuer to provide required information over emails 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, BWR is unable to assess the company'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, 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

Key Parameters	Units	FY17	FY16
Result Type		Audited	Audited
Total Operating Income	Rs. Crores	67.54	53.39
EBIDTA	Rs. Crores	3.00	2.60
PAT	Rs. Crores	0.66	0.31
Tangible Net Worth (TNW)	Rs. Crores	12.47	10.72
Total Debt / TNW	Times	1.23	1.15
Current Ratio	Times	1.15	1.10

COMPANY PROFILE (Information as available in July 2018)

Amul Feed Private Limited was incorporated in 1997 with registered office in Patna, Bihar. The Company has six directors namely Mr. Ashok Kumar Singh, Ms. Ranju Devi, Ms. Veena Devi, Ms. Asha Devi, Mr. Sanjay Prasad and Mr. Anand Kumar. The Company is into manufacturing of poultry feed. The company has its manufacturing unit in Ranipur in Patna district of Bihar. The company has its customer base across Bihar , Jharkhand , Uttar Pradesh and most of the northeast states of India.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY : India Ratings & Research has moved the Bank Loan Rating of Rs. 13.72 Crores of Amul Feed Private Limited to “IND BB (ISSUER NOT COOPERATING)” on 8 May 2018.

RATING HISTORY

Facility	Current Rating			Rating History	
	Type	Amount (₹ Cr)	Rating	Previous (Jul, 2019)	Initial (Jul, 2018)
Fund Based					
Cash Credit	Long Term	15.00	BWR BB Stable (Downgraded) Issuer Not Cooperating*	Rating Not Reviewed	BWR BB+ Stable
Total		15.00	INR Fifteen Crores Only		

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](#)

For any other criteria obtain [hyperlinks](#) from website

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Annexure I

Amul Feed Pvt. Ltd.

Details of Bank Loan Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facility	Long Term [Rs. Crs]	Short Term [Rs. Crs]	Total [Rs. Crs]
1	Allahabad Bank	Cash Credit	15.00	-	15.00
TOTAL - Rupees Fifteen Crores Only					15.00

For print and digital media

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DISCLAIMER: Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented “as is” without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reason.