

RATING RATIONALE

13-Feb-2020

Anadi Rice Mill Pvt Ltd.

Brickwork Ratings Downgrades the ratings for the Bank Loan Facilities of Anadi Rice Mill Pvt Ltd. based on best available information, as the issuer did not cooperate.

Facilities**	Amount (Rs.Crs)		Tenure	Rating#		
	Previous	Present		Previous		Present
				(Aug, 2014)	(Dec, 2016)	
Fund based	15.50	15.50	Long Term	BWR BB+ (Stable)	Rating Not Reviewed	BWR BB- (Stable) Downgraded Issuer Not Cooperating*
Total	15.50	15.50	Rs Fifteen Crores and Fifty 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 / 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 long term ratings from “BWR BB+” (Stable) to “BWR BB-(Stable) Issuer not Cooperating” for the bank loan facilities amounting to Rs. 15.50 Crores of **Anadi Rice Mill Pvt. Ltd.**

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 on the company without any management/banker's interaction.

The rating was due for a review in Aug 2015. BWR took up with the entity 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 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.

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 withholding of the information required for a review of the rating.

KEY FINANCIAL INDICATORS [AS AVAILABLE WITH BWR]

Key Financial Indicators	Units	FY 13	FY 14
Result Type		Audited	Audited
Total Operating Income	Rs. Crs	42.51	50.82
OPBDIT	Rs. Crs	3.07	3.09
PAT	Rs. Crs	1.10	1.05
Tangible Net-worth	Rs. Crs	8.74	10.67
Total Debt/ TNW	Times	1.25	0.94
Current Ratio	Times	1.69	1.66

COMPANY PROFILE (As available in Aug 2014)

Kolkata based Anadi Rice Mills Pvt Ltd (ARMPL) was established as a proprietorship firm in the year 2005 with an installed capacity of 18000 MT of rice per annum. The firm was converted into a Pvt Ltd Company in the year 2009 and increased its capacity to 60000 MT per annum. The Company is primarily engaged in milling & processing of rice. Apart from that, the Company has opened an Atta Chakki unit, mainly to supply fortified Atta under the Govt. PDS system. In the rice business, ARMPL sells 40% of revenue to the government and 60% to private players.

The foundation of Anadi group was laid by Mr. Shankar Prasad Dudhwewala, who has vast experience in providing services to various Govt. Agencies on Food Storage System. Mr. S P Dudhwewala is also a known expert on textiles. Mr. Anadi Dudhwewala and Ms. Manjari Dudhwewala are also active Directors on the Board.

NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY (IF ANY) - CARE BB-; Issuer Not Cooperating as on July 18, 2019

RATING HISTORY FOR THE PREVIOUS THREE YEARS (including withdrawal and suspended)

Facilities	Current Rating (2020)			Rating History		
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	23, Dec, 2016	04, Aug, 2014	01, Mar 2013
Fund Based	Long Term	15.50	BWR BB- (Stable) (Downgraded) Issuer Not Cooperating	Rating Not Reviewed	BWR BB+ (Stable)	BWR BB+ (Stable)
Total		15.50	INR Fifteen Crores and Fifty Lakhs 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](#)

Analytical Contacts	Investor and Media Relations
<p>Mayank Sethi Ratings Analyst D : +91 74790 04036 B : +91 80 4040 9940 mayank.s@brickworkratings.com</p> <p>K V Raju Associate Director - SME & Vendor Gradings B : +91 80 4040 9940 kvraju@brickworkrating</p>	<p>Liena Thakur Assistant Vice President - Corporate Communications +91 84339 94686 liena.t@brickworkratings.com</p>

ANNEXURE I

Anadi Rice Mill Pvt. Ltd.

Details of Bank Loan Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Long Term [Rs. Crs]	Short Term [Rs. Crs]	Total [Rs. Crs,]
1.	State Bank Of India	Cash Credit	8.25	-	8.25
		Term Loan	0.50	-	0.50
		Cash Credit (Proposed)	6.75	-	6.75
TOTAL Rupees Fifteen Crores and Fifty Lakhs only					15.50

For print and digital media

The Rating Rationale is sent to you for the sole purpose of dissemination through your print, digital or electronic media. While it may be used by you acknowledging credit to BWR, please do not change the wordings in the rationale to avoid conveying a meaning different from what was intended by BWR. BWR alone has the sole right of sharing (both direct and indirect) its rationales for consideration or otherwise through any print or electronic or digital media.

About Brickwork Ratings: Brickwork Ratings Private limited (BWR), a SEBI registered Credit Rating Agency, accredited by RBI and empanelled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empanelled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a leading public sector bank, as its promoter and strategic partner. BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

DISCLAIMER: Brickwork Ratings Private Limited (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 reasons