



## RATING RATIONALE

21 Oct 2019

### RR Agro Foods

### Brickwork Ratings withdraws the ratings for the Bank Loan Facilities of Rs. 21.75 Crs. of RR Agro Foods

#### Particulars

Facilities **	Amount (Rs. Crs.)		Tenure	Rating*	
	Previous	Present		Previous (May, 2017)	Present
Fund based	21.75	21.75	Long Term	BWR BB- (Outlook: Stable) Issuer not Cooperating	BWR B+ (Outlook: Stable) Downgraded and simultaneously withdrawn
<b>Total</b>	<b>21.75</b>	<b>21.75</b>	<b>Rs Twenty one Crores and Seventy Five lakhs Only</b>		

\*Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings

\*\*Complete details of Bank facilities is provided in Annexure-I

#### RATING ACTION / WITHDRAWAL

Initial rating was done in Jan 2016 and the rating assigned was BWR BB/Stable. Despite the best efforts of BWR to get at least the minimum required business and financial information and documents for a review, the issuer has not provided the same and in the absence of adequate information from the issuer, the ratings were downgraded to BWR BB- and the outstanding rating was then moved to Issuer not co-operating category in May 2017. Till Aug 2018, it continues to be in Issuer not cooperating category and simultaneously then moved to rating not reviewed category. The concern has stated that they have moved to a different rating agency and hence the notice of withdrawal has been served to the client as well as the banker on 16 Sep 2019 but neither the issuer nor the banker has responded till date. Thus, withdrawal of the ratings is recommended as per the withdrawal policy of BWR.



## COMPANY PROFILE

R. R. Agro Foods is a proprietorship concern located at Kallur, Tamil Nadu. Processing plant of the concern is also located at Kallur, Tamil Nadu. Mr. R. Rengadurai is the proprietor for the concern. It is engaged in the processing of paddy, basically dehusking of the paddy to process it to rice (mainly Ponni and Sona Masuri types of rice). The paddy is procured from Tamil Nadu, Karnataka, Andhra Pradesh and Telangana through middle men and farmers.

**NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY IF ANY: NA**

## RATING HISTORY FOR THE PREVIOUS THREE YEARS

Facilities	Current Rating (2019)			Rating History		
	Tenure	Amount (Rs. Crs.)	Rating	Aug, 2018	May, 2017	Jan, 2016
Fund Based	Long Term	21.75	BWR B+ (Stable) Downgraded and simultaneously withdrawn	BWR BB- Issuer Not Cooperating	BWR BB- Issuer Not Cooperating	BWR BB
Total		21.75	Rs Twenty one Crores and Seventy Five lakhs Only			

## COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

### Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)

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**RR Agro Foods**

**ANNEXURE I**

**Details of Bank Loan Facilities rated by BWR**

Sl.No.	Name of the Bank	Type of Facilities	Long Term (Rs. Crs.)	Total (Rs. Crs.)
1.	Indian Bank	Cash credit	20.00	20.00
2.		Term Loan	2.34	1.75
<b>Total</b>		<b>Rupees Twenty one crores and Seventy Five lakhs only</b>		<b>21.75</b>



### **For print and digital media**

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