

Saraswati Trading Co.

Brickwork Ratings downgraded the long term rating while reaffirming the short term rating for the Bank Loan Facilities of ₹ 10.00 Crores of Saraswati Trading Co. based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (July, 2019)	Present
Fund Based	10.00	10.00	Long Term	BWR BB- Stable Assigned	BWR B+ Stable Issuer Not Cooperating Downgrade
Non Fund Based	(10.00)	(10.00)	Short Term	BWR A4 Assigned	BWR A4 Issuer Not Cooperating* Reaffirmed
Total	10.00	10.00	INR Ten 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

The long term rating of the Bank Loan Facilities of the entity has been downgraded to BWR B+ Stable while the short term rating has been reaffirmed at BWR A4 under the 'Issuer Not Cooperating' category.

The entity was initially rated at BWR BB- Stable/A4 on 22.07.19. The rating was due for review in July, 2020. BWR took up with the issuer consistently to provide required information over emails apart from telephonic communications. BWR was unable to reach its bankers, the banker's feedback regarding the conduct of account is not available. 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 firm, BWR is unable to assess the entity's financial performance and its ability to service its debt.

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.

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

Key Parameters	Units	2018	2017
Result Type		Audited	Projection
Operating Revenue	₹ Cr	22.39	22.41
EBITDA	₹ Cr	0.69	0.85
PAT	₹ Cr	0.04	0.04
Tangible Net Worth	₹ Cr	3.05	2.73
Total Debt/Tangible Net Worth	Times	2.69	1.84

COMPANY PROFILE [As available with BWR]

Saraswati Trading Co. ('STC' or 'The Firm') was established in 1992 as a partnership firm of Mr. Vishal Khanna, Mr. Rajan Khanna and Mr. Vijay Khanna. The firm's main line of business is the processing and supplying of basmati and non-basmati rice. The mill is located in Karnal, Haryana with an installed capacity of 5-tonne per hour. STC caters to the domestic as well as the export market, the product is exported to middle eastern countries of Kuwait and Saudi Arabia.

NON-COOPERATION WITH PREVIOUS RATING AGENCY: NA

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

Facilities	Current Rating			Rating History		
	Tenure	Amount (₹ Cr)	Rating	2019	2018	2017
Fund Based	Long Term	10.00	BWR B+ Stable Downgrade Issuer Not Cooperating*	BWR BB- Stable Assigned	--	--
Non Fund Based	Short Term	(10.00)	BWR A4 Issuer Not Cooperating* Reaffirmed	BWR A4 Assigned		
Total		10.00	INR Ten Crores Only			

* Issuer did not cooperate, based on best available information.

COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

Hyperlink/Reference to applicable Criteria

- **General Criteria**
- **What constitutes Client Non Co-operation**

Analytical Contacts		
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ANNEXURE I

Saraswati Trading Co. Details of Bank Facilities rated by BWR

Name of the Bank	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
Canara Bank	CC	10.00	-	10.00
	PC	-	(10.00)	(10.00)
TOTAL				10.00

INR Ten Crores Only

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