

Amit Oils Private Limited

December 02, 2021

Rating

Facilities/Instruments	Amount (Rs. crore)	Rating ¹	Rating Action
Long Term Bank Facilities	27.00	CARE B+; Stable; ISSUER NOT COOPERATING* (Single B Plus; Outlook: Stable ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Total Bank Facilities	27.00 (Rs. Twenty-Seven Crore Only)		

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated December 23, 2020, placed the rating(s) of Amit Oils Private Limited (AOPL) under the 'issuer non-cooperating' category as AOPL had failed to provide information for monitoring of the rating and had not paid the surveillance fees for the rating exercise as agreed to in its Rating Agreement. AOPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated November 08, 2021, November 18, 2021 and November 28, 2021.

In line with the extant SEBI guidelines, CARE has reviewed the rating on the basis of the best available information which however, in CARE's opinion is not sufficient to arrive at a fair rating.

Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating(s).

Detailed description of the key rating drivers

Please refer to PR dated [December 23, 2020](#).

Analytical approach: Standalone

Applicable Criteria

[Policy in respect of Non-cooperation by issuer](#)

[Policy on default recognition](#)

[Criteria on assigning outlook and credit watch](#)

About the Company

Uttar Pradesh based Amit Oils Private Limited (AOPL) (erstwhile known as Amit Oils Limited) was incorporated in August, 1995. The company is having one extraction unit running under the name and style of "M/s Amit Solvex" under Amit Oils Private Limited. The company is currently managed by Mr. Chandra Prakash Agarwal, Mr. Deepak Kumar Agarwal, Mrs. Sweety Agarwal and Mrs. Kamla Devi Agarwal. The company is engaged in the refining of edible oils (rice bran, palm and soya bean). The company has its manufacturing unit located at Jaunpur, Uttar Pradesh. The major raw materials required by the company are crude edible oils (rice bran, palm and soya bean) which the company procures from solvent extraction plants based in Uttar Pradesh, West Bengal and Madhya Pradesh. The company sells its products to local traders based in Varanasi, Prayagraj, Jaunpur, Kanpur & Patna through brokers/commission agents. Amit Solvex (a unit of Amit Oils Private Limited) is engaged in the processing of rice bran & mustard cake for rice bran oil, mustard oil and deoiled cake. It has its manufacturing facility located in Kaimur, Bihar. The major raw materials required by the Amit Solvex are rice bran & mustard cake which the company procures from rice millers and farmers based in Bihar. Amit Solvex sells its products to edible oil refineries based in West Bengal & Bihar through brokers/commission agents. Further, the deoiled cake is sold to manufacturers of poultry & animal feeds like Godrej Agrovet Limited, Kissan Fodder Mills Private Limited, etc.

¹Complete definition of the ratings assigned are available at www.careratings.com and other CARE publications

Brief financials of AOPL are tabulated below:

Brief Financials (Rs. crore)	FY19 (A)	FY20 (A)
Total operating income	84.62	75.43
PBILDT	3.17	3.48
PAT	0.36	0.34
Overall gearing (times)	2.71	2.65
Interest coverage (times)	1.32	1.29

A: Audited

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Disclosure of Interest of Independent/Non-Executive Directors, Managing Director & CEO: Not Applicable

Rating History for last three years: Please refer Annexure-2

Complexity level of various instruments rated for this company: Annexure 3

Annexure-1: Details of Instruments / Facilities

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Cash Credit		-	-	-	27.00	CARE B+; Stable; ISSUER NOT COOPERATING*

*Issuer did not cooperate; Based on best available information

Annexure-2: Rating History of last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2021-2022	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019
1	Fund-based - LT-Cash Credit	LT	27.00	CARE B+; Stable; ISSUER NOT COOPERATING*	-	1)CARE B+; Stable; ISSUER NOT COOPERATING* (23-Dec-20)	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (26-Dec-19) 2)CARE BB-; Stable (23-Apr-19)	-

*Issuer did not cooperate; Based on best available information

Annexure-3: Detailed explanation of covenants of the rated instrument / facilities: Not Applicable

Annexure 4: Complexity level of various instruments rated for this company

Sr. No	Name of instrument	Complexity level
1	Fund-based - LT-Cash Credit	Simple

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. This classification is available at www.careratings.com. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

Contact us

Media Contact

Mr. Mradul Mishra
Contact No.: +91-22-6837 4424
Email ID – mradul.mishra@careratings.com

Analyst Contact

Ms. Shachee Vyas
Contact No.: +91-79-4026 5665
Email ID – shachee.tripathi@careratings.com

Relationship Contact

Ms. Swati Agrawal
Contact no.: +91-11-4533 3237
Email ID: swati.agrawal@careratings.com

About CARE Ratings:

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