

## Gayatri Bioorganics Limited

November 07, 2022

### Ratings

Facilities/Instruments	Amount (₹ crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	16.66	CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Short Term Bank Facilities	10.00	CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
<b>Total Bank Facilities</b>	<b>26.66</b> <b>(₹ Twenty-Six Crore and Sixty-Six Lakhs Only)</b>		

Details of instruments/facilities in Annexure-1.

### Detailed rationale and key rating drivers

CARE had, vide its press release dated August 26, 2021, placed the ratings of GVK Industries Limited (GIL) under the 'issuer non-cooperating' category as GIL had failed to provide information for monitoring of the rating as agreed to in its Rating Agreement. GIL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a email dated August 14, 2022, August 19, 2022 and October 03, 2022. 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 ratings.

### Detailed description of the key rating drivers

Further, at the time of last rating on August 25, 2021, the following were the rating strengths and weaknesses: (Updated information taken from Bombay Stock Exchange (BSE) as the company is listed)

#### Key rating weaknesses

**Delays with respect to debt servicing on account of stretched liquidity position:** The Company was facing stretched liquidity position which had led to delays in debt servicing at the back of losses resulting in erosion of Net worth.

### Analytical approach - Standalone

#### Applicable criteria

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

[Policy on default recognition](#)

[Financial Ratios – Non financial Sector](#)

[Rating Outlook and Credit Watch](#)

[Short Term Instruments](#)

[Manufacturing Companies](#)

#### About the company

Gayatri Bio-organics Ltd (GBL) was originally incorporated as Starchkem Industries Ltd in December 1991 by Mr. T. Sandeep Kumar Reddy (Present Chairman). GBL is a part of Hyderabad based Gayatri Group, which is in the business of civil constructions, sugar and hospitality. GBL was engaged in the business of manufacturing of Maize, Starch, sorbitol (Sugar Alcohol), Liquid Glucose and other allied products. During FY2019, GBL transferred its assets to Bluecraft Agro Private Ltd under Business Transfer Agreement by way of slump sale.

<sup>1</sup>Complete definition of the ratings assigned are available at [www.careedge.in](http://www.careedge.in) and other CARE Ratings Ltd.'s publications

Brief Financials (₹ crore)	March 31, 2021 (A)	March 31, 2022 (A)	Q1FY23(UA)	H1FY23(UA)
Total operating income	0.00	0.00	0.00	NA
PBILDT	-0.50	-0.50	-0.16	NA
PAT	-0.50	-0.50	-0.16	NA
Overall gearing (times)	-1.06	-1.05	NA	NA
Interest coverage (times)	-496.40	-1,652.67	NA	NA

A: Audited UA: Unaudited NA: Not available

**Status of non-cooperation with previous CRA:** Nil

**Any other information:** Nil

**Rating history for the last three years:** Please refer Annexure-2

**Covenants of the rated instruments/facilities:** Detailed explanation of covenants of the rated instruments/facilities is given in Annexure-3

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

#### Annexure-1: Details of instruments/facilities

Name of the Instrument	ISIN	Date of Issuance (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
Fund-based - LT-Cash Credit		-	-	-	15.00	CARE D; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	31/03/2015	1.66	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - ST-Letter of credit		-	-	-	10.00	CARE D; ISSUER NOT COOPERATING*

#### Annexure-2: Rating history for the last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022	Date(s) and Rating(s) assigned in 2020-2021	Date(s) and Rating(s) assigned in 2019-2020
1	Fund-based - LT-Term Loan	LT	1.66	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (26-Aug-21)	1)CARE D; ISSUER NOT COOPERATING* (18-Sep-20)	1)CARE D; ISSUER NOT COOPERATING* (18-Jul-19)
2	Fund-based - LT-Cash Credit	LT	15.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (26-Aug-21)	1)CARE D; ISSUER NOT COOPERATING* (18-Sep-20)	1)CARE D; ISSUER NOT COOPERATING* (18-Jul-19)
3	Non-fund-based - ST-Letter of credit	ST	10.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (26-Aug-21)	1)CARE D; ISSUER NOT COOPERATING* (18-Sep-20)	1)CARE D; ISSUER NOT COOPERATING* (18-Jul-19)

\*Long term/Short term.

#### Annexure-3: Detailed explanation of the covenants of the rated instruments/facilities: NA

**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
2	Fund-based - LT-Term Loan	Simple
3	Non-fund-based - ST-Letter of credit	Simple

**Annexure-5: Bank lender details for this company**

To view the lender wise details of bank facilities please [click here](#)

**Note on complexity levels of the rated instruments:** CARE Ratings has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for any clarifications.

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### About us:

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### Disclaimer:

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