

MRMC Foods Private Limited

October 11, 2022

Ratings

| Facilities / Instruments | Amount (Rs. crore) | Rating ¹ | Rating Action |
|----------------------------|---|--|--|
| Long Term Bank Facilities | 40.00 | CARE B+; Stable; ISSUER NOT COOPERATING* (Single B Plus; Outlook: Stable ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category |
| Short Term Bank Facilities | 15.20 | CARE A4; ISSUER NOT COOPERATING* (A Four ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category |
| Total Facilities | 55.20 (Rs. Fifty-Five Crore and Twenty Lakhs Only) | | |

Details of facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated August 18, 2021, placed the rating(s) of MRMC Foods Private Limited (MFPL) under the 'issuer non-cooperating' category as MFPL 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. MFPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated July 04, 2022, July 14, 2022, July 24, 2022.

In line with the extant SEBI guidelines, CARE Ratings Ltd. has reviewed the rating on the basis of the best available information which however, in CARE Ratings Ltd.'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 [August 18, 2021](#)

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

Incorporated in May, 2013, MRMC Foods Private Limited (MFPL) started its operations in November, 2014 and is managed by Mr. Rajiv Mangal and Praveen Mangal. The company is engaged in the processing of paddy to rice and also sells its by-products like bardana, bran, husk, etc., at its sole manufacturing facility in Ferozepur, Punjab.

| Brief Financials (Rs. crore) | FY20(A) | FY21(A) | FY22(A) | H1FY23(Prov.) |
|------------------------------|---------|---------|---------|---------------|
| Total operating income | 196.52 | 189.56 | NA | NA |
| PBILDT | 10.50 | 9.71 | NA | NA |
| PAT | 1.81 | 1.84 | NA | NA |
| Overall gearing (times) | 5.00 | 4.28 | NA | NA |
| Interest coverage (times) | 1.59 | 1.71 | NA | NA |

A – Audited, Prov. – Provisional, NA – Not available

Status of non-cooperation with previous CRA: Infomerics has continued the rating assigned to the bank facilities of RCIPL into Issuer Not Cooperating category vide press release dated August 30, 2022 on account of its inability to carry out a review in the absence of requisite information.

Brickwork has continued the rating assigned to the bank facilities of RCIPL into Issuer Not Cooperating category vide press release dated October 18, 2021 on account of its inability to carry out a review in the absence of requisite information.

¹Complete definitions of the ratings assigned are available at www.careedge.in and in other CARE Ratings Ltd.'s publications

*Issuer did not cooperate; Based on best available information

Any other information: Not Applicable

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

Covenants of rated instrument/facility: Please refer Annexure 3

Complexity level of various instruments rated for this Company: Please refer Annexure 4

Annexure-1: Details of Instruments/ Facilities

| Name of the Instrument | ISIN | Date of Issuance | Coupon Rate (%) | Maturity Date | Size of the Issue (₹ crore) | Rating Assigned along with Rating Outlook |
|--|------|------------------|-----------------|---------------|-----------------------------|---|
| Fund-based - LT-Term Loan | | - | - | July 2024 | 10.00 | CARE B+; Stable; ISSUER NOT COOPERATING* |
| Fund-based - LT-Cash Credit | | - | - | - | 30.00 | CARE B+; Stable; ISSUER NOT COOPERATING* |
| Fund-based - ST-Packing Credit in Indian rupee | | - | - | - | 15.00 | CARE A4; ISSUER NOT COOPERATING* |
| Non-fund-based - ST-Forward Contract | | - | - | - | 0.20 | CARE A4; 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 (₹ crore) | Rating | Date(s) & Rating(s) assigned in 2022-2023 | Date(s) & Rating(s) assigned in 2021-2022 | Date(s) & Rating(s) assigned in 2020-2021 | Date(s) & Rating(s) assigned in 2019-2020 |
| 1 | Fund-based - LT-Term Loan | LT | 10.00 | CARE B+; Stable; ISSUER NOT COOPERATING* | - | 1)CARE B+; Stable; ISSUER NOT COOPERATING* (18-Aug-21) | 1)CARE B+; Stable; ISSUER NOT COOPERATING* (29-Jun-20) | - |
| 2 | Fund-based - LT-Cash Credit | LT | 30.00 | CARE B+; Stable; ISSUER NOT COOPERATING* | - | 1)CARE B+; Stable; ISSUER NOT COOPERATING* (18-Aug-21) | 1)CARE B+; Stable; ISSUER NOT COOPERATING* (29-Jun-20) | - |
| 3 | Fund-based - ST-Packing Credit in Indian rupee | ST | 15.00 | CARE A4; ISSUER NOT COOPERATING* | - | 1)CARE A4; ISSUER NOT COOPERATING* (18-Aug-21) | 1)CARE A4; ISSUER NOT COOPERATING* (29-Jun-20) | - |
| 4 | Non-fund-based - ST-Forward Contract | ST | 0.20 | CARE A4; ISSUER NOT COOPERATING* | - | 1)CARE A4; ISSUER NOT COOPERATING* (18-Aug-21) | 1)CARE A4; ISSUER NOT COOPERATING* (29-Jun-20) | - |

*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 |
| 2 | Fund-based - LT-Term Loan | Simple |
| 3 | Fund-based - ST-Packing Credit in Indian rupee | Simple |
| 4 | Non-fund-based - ST-Forward Contract | 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 instrument: CARE 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 CARE Ratings Limited:

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With an established track record of rating companies over almost three decades, we follow a robust and transparent rating process that leverages our domain and analytical expertise backed by the methodologies congruent with the international best practices. CARE Ratings Limited has had a pivotal role to play in developing bank debt and capital market instruments including CPs, corporate bonds and debentures, and structured credit.

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