

Ekam Agro Private Limited

May 12, 2022

Ratings

| Facilities / Instruments | Amount (Rs. crore) | Rating ¹ | Rating Action |
|---------------------------|---|---|--|
| Long Term Bank Facilities | 13.98 | CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE B-; Stable; (Single B Minus; Outlook: Stable) |
| Total Facilities | 13.98 (Rs. Thirteen Crore and Ninety-Eight Lakhs Only) | | |

Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated March 01, 2021, placed the rating(s) of Ekam Agro Private Limited (EAPL) under the 'issuer non-cooperating' category as EAPL 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. EAPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated January 15, 2022, January 25, 2022, February 04, 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).

The ratings have been revised on account of delays in debt servicing as recognized from publicly available information. i.e. CIBIL check.

Detailed description of the key rating drivers

Please refer to PR dated [March 01, 2021](#)

Analytical approach: Standalone

Applicable Criteria

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

[Policy on default recognition](#)

About the Company

Ekam Agro Private Limited (EAPL) is a private limited company incorporated in November, 2012 and is managed by Mr Harish Kumar Kalra, Ms Shilpa Kasrija, Ms Rashee Angi and Mr Vipul Kalra. However, the company commenced operations in November, 2014. EAPL is engaged in the refining of edible oils such as rice bran oil, mustard oil, cotton seed oil, at its processing facility located in Muktsar (Punjab). EAPL has two associate concerns, namely, Evershine Solvex Private Limited and Mithan Lal Kalra Rice Mills (MKRM). ESPL is engaged in extraction of rice bran oil since 1983. MKRM is a partnership firm engaged in rice milling since 1977.

| Brief Financials (Rs. crore) | 31-03-2020(A) | 31-03-2021(A) | 31-03-2022(Prov.) |
|------------------------------|---------------|---------------|-------------------|
| Total operating income | NA | NA | NA |
| PBILDT | NA | NA | NA |
| PAT | NA | NA | NA |
| Overall gearing (times) | NA | NA | NA |
| Interest coverage (times) | NA | NA | NA |

A - Audited, Prov. Provisional, NA – Not Available

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

*Issuer did not cooperate; Based on best available information

Status of non-cooperation with previous CRA: CRISIL Ratings has conducted the review and has classified Ekam Agro Private Limited as "Issuer Not Cooperating" vide its press release dated August 19, 2021
ICRA Ratings has conducted the review and has classified Ekam Agro Private Limited as "Issuer Not Cooperating" vide its press release dated March 15, 2021

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 (Rs. crore) | Rating assigned along with Rating Outlook |
|-----------------------------|------|------------------|-------------|-----------------|-------------------------------|---|
| Fund-based - LT-Term Loan | | - | - | September, 2022 | 9.98 | CARE D; ISSUER NOT COOPERATING* |
| Fund-based - LT-Cash Credit | | - | - | - | 4.00 | CARE D; 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 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 | 9.98 | CARE D; ISSUER NOT COOPERATING* | - | - | 1)CARE B-; Stable; ISSUER NOT COOPERATING* (01-Mar-21) | 1)CARE B; Stable; ISSUER NOT COOPERATING* (27-Dec-19) |
| 2 | Fund-based - LT-Cash Credit | LT | 4.00 | CARE D; ISSUER NOT COOPERATING* | - | - | 1)CARE B-; Stable; ISSUER NOT COOPERATING* (01-Mar-21) | 1)CARE B; Stable; ISSUER NOT COOPERATING* (27-Dec-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 |
| 2 | Fund-based - LT-Term Loan | 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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