

AL Faheem Meatex Private Limited

June 17, 2021

Ratings

Facilities/Instruments	Amount (Rs. crore)	Ratings	Rating Action
Long Term Bank Facilities	12.00	CARE B; Stable; ISSUER NOT COOPERATING* (Single B; Outlook: Stable ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB-; Stable; (Double B Minus; Outlook: Stable)
Long Term / Short Term Bank Facilities	23.00	CARE B; Stable / CARE A4; ISSUER NOT COOPERATING* (Single B ; Outlook: Stable/ A Four ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB-; Stable / CARE A4; (Double B Minus ; Outlook: Stable / A Four)
Total Bank Facilities	35.00 (Rs. Thirty-Five Crore Only)		

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated April 28, 2020, placed the ratings of Al-Faheem Meatex Private Limited (AFMPL) under the 'issuer non-cooperating' category as AFMPL had failed to provide information for monitoring of the rating as agreed to in its rating agreement. AFMPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter dated April 03, 2021 and March 14, 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 ratings.

CARE has revised the rating for bank facilities of AL-Faheem Meatex Private Limited from CARE BB-; Stable/ CARE A4; ISSUER NOT COOPERATING to CARE B; Stable/ CARE A4; ISSUER NOT COOPERATING on account of moderation in its financial risk profile in FY20 as per publicly available information. Thus, the rating revision is based on the best available information. The ratings on AL-Faheem Meatex Private Limited's bank facilities will now be denoted as **CARE B; Stable/ CARE A4; ISSUER NOT COOPERATING**.

Detailed description of the key rating drivers

Please refer PR dated [April 28, 2020](#)

Analytical approach: Standalone

Applicable Criteria

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

[Criteria on assigning Outlook and Credit Watch to Credit Ratings](#)

[CARE's Policy on Default Recognition](#)

About the Company

AFMPL, located at Meerut, was incorporated in 1996. The company is promoted by Mohamad Imran Qureeshi, Mohammad Firoz Bhura Qureshi and Sanjida Begum. It is primarily engaged in the processing and export of fresh and frozen meat from India to Vietnam and middle-east countries. The company owns a production unit for slaughtering, chilling and blast freezing facility with an installed capacity of 46,800 MT as on March 31, 2017. Along with buffalo meat, the company also sells hide, poultry feed and tallow which are by products.

Covenants of rated instrument/facility: Details explanation of covenants of the rated instruments/facilities is given in Annexure-3

Brief Financials (Rs. crore)	FY19(A)	FY20(A)
Total operating income	432.93	127.89
PBILDT	11.1	8.52
PAT	0.47	0.12
Overall gearing (times)	0.04	1.53
Interest coverage (times)	9.73	25.06

A: Audited

Status of non-cooperation with previous CRA: AL Faheem Meatex Private Limited has not cooperated with CRISIL which has classified it as issuer not cooperative vide Press release dated May 13, 2021. The reason provided by CRISIL is of non-submission of information by the Company

Any other information: Not Applicable

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

Covenants of rated instrument/facility: Annexure 3

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

Annexure-1: Details of Instruments/Facilities

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT/ST-Packing Credit in Foreign Currency	-	-	-	23.00	CARE B; Stable / CARE A4; ISSUER NOT COOPERATING*
Fund-based - LT-Cash Credit	-	-	-	12.00	CARE B; Stable; ISSUER NOT COOPERATING*

*Issuer not cooperating; 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/ ST-Packing Credit in Foreign Currency	LT/ST	23.00	CARE B; Stable / CARE A4; ISSUER NOT COOPERATING*	-	1)CARE BB-; Stable / CARE A4; ISSUER NOT COOPERATING* (28-Apr-20)	-	1)CARE BB+; Stable / CARE A4+; ISSUER NOT COOPERATING* (03-Dec-18)
2.	Fund-based - LT-Cash Credit	LT	12.00	CARE B; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (28-Apr-20)	-	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (03-Dec-18)

*Issuer not cooperating; Based on best available information

Annexure-3: Detailed explanation of covenants of the rated instrument / facilities: NA**Annexure 4: Complexity level of various instruments rated for this company/firm**

Sr. No.	Name of the Instrument	Complexity Level
1.	Fund-based - LT-Cash Credit	Simple
2.	Fund-based - LT/ ST-Packing Credit in Foreign Currency	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.

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About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

Disclaimer

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