

Babylon Agro Products Private Limited

December 20, 2022

Ratings

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	25.00	CARE B-; Stable; ISSUER NOT COOPERATING* (Single B Minus; Outlook: Stable ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE B; Stable; (Single B; Outlook: Stable)
Total Bank Facilities	25.00 (₹ Twenty-Five Crore Only)		

Details of instruments/facilities in Annexure-1

*Issuer did not cooperate; Based on best available information

Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated October 12, 2021, placed the rating(s) of Babylon Agro Products Private Limited (BAPPL) under the 'issuer non-cooperating' category as BAPPL 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. BAPPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated August 28, 2022, September 07, 2022, September 17, 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 the basis of non-availability of requisite information. The ratings also consider decline in scale of operations and higher debt levels in FY22 compared to FY21 & FY20.

Detailed description of the key rating drivers

Please refer to PR dated [October 12, 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

Uttar Pradesh based, Babylon Agro Products Private Limited (BAPPL) is incorporated in 2012 and commercial operations commenced from April 2016. The company was promoted by Sharda Family for undertaking milling and processing of non-basmati rice. Mr. Ram Kumar Sharda and Mr. Shiv Kumar Sharda are Directors of BAPPL. The milling and processing plant in Kaimur (Bihar). Company sells its non-basmati rice (par –boiled rice) under its own brand name 'Ram Leela' in Bihar, Eastern Uttar Pradesh and West Bengal.

Brief Financials (₹ crore)	FY21(A)	FY22(A)	H1FY23(Prov.)
Total operating income	89.94	47.30	NA
PBILDT	3.56	3.14	NA
PAT	1.31	1.09	NA
Overall gearing (times)	0.37	0.65	NA
Interest coverage (times)	5.26	5.71	NA

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

Status of non-cooperation with previous CRA: BRICKWORK has continued the ratings assigned to the bank facilities of BAPPL into 'Issuer not-cooperating' category vide press release dated May 12, 2022 on account of non-availability of requisite information from the company.

Any other information: Not Available

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

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

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	-	-	-	June 2022	20.00	CARE B-; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Working Capital Limits	-	-	-	-	5.00	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 (₹ 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	20.00	CARE B-; Stable; ISSUER NOT COOPERATING*	-	1)CARE B; Stable; ISSUER NOT COOPERATING* (12-Oct-21)	1)CARE B; Stable; ISSUER NOT COOPERATING* (11-Sep-20)	1)CARE B+; Stable; ISSUER NOT COOPERATING* (17-Jul-19)
2	Fund-based - LT-Working Capital Limits	LT	5.00	CARE B-; Stable; ISSUER NOT COOPERATING*	-	1)CARE B; Stable; ISSUER NOT COOPERATING* (12-Oct-21)	1)CARE B; Stable; ISSUER NOT COOPERATING* (11-Sep-20)	1)CARE B+; Stable; ISSUER NOT COOPERATING* (17-Jul-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-Term Loan	Simple
2	Fund-based - LT-Working Capital Limits	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 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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