

UPL Sustainable Agri Solutions Limited^(Revised)

July 02, 2024

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Commercial Paper	-	-	Withdrawn

Details of instruments/facilities in Annexure-1.

Rationale and key rating drivers

CARE Ratings Limited (CARE Ratings) has withdrawn the outstanding rating of 'CARE A1+' assigned to the Commercial Paper issue of UPL Sustainable Agri Solutions Limited (UPLSAS) with immediate effect, as the company never availed the aforementioned Commercial Paper issue and there is no outstanding under the said Commercial Paper issue as of this date. This action has been taken at the request of UPLSAS via an email requesting to withdraw the ratings assigned to their Commercial Paper issue by CARE Ratings.

Analytical approach: The consolidated financials of UPLSAS have been considered. CARE Ratings Limited (CARE Ratings) has also factored in the linkages with UPLSAS's holding company, UPL Limited, since both companies are in the similar line of business, have operational, financial and management linkages.

Outlook: Not applicable

Applicable criteria

[Withdrawal Policy](#)

About the company and industry

Industry classification

Macro-Economic Indicator	Sector	Industry	Basic Industry
Commodities	Chemicals	Fertilizers & Agrochemicals	Pesticides & Agrochemicals

UPL Sustainable Agri Solutions Limited (UPLSAS) (CIN no: U01403MH2010PLC312849), formerly known as Optima Farm Solutions Ltd, is a subsidiary of UPL Limited. On October 21, 2022, a wholly owned subsidiary of the Abu Dhabi Investment Authority (ADIA), and Brookfield and TPG, invested ₹1,580 crore (~US\$ 200 million) for a 9.09% stake in UPLSAS - India Agtech Platform, at an equity valuation of approximately ₹17,380 crore (~US\$ 2.2 billion).

The primary objective of UPLSAS is to provide solutions to farmers, improving agricultural productivity and profitability while promoting environmental care. The company focuses on two key segments: crop protection and digital agriculture through the Nurture platform. UPLSAS aims to enhance the efficiency of agricultural practices and contribute to sustainable farming.

Brief Financials (₹ crore)	FY23 (A)	FY24 (Prov.)
Total operating income	4,336.00	2,826.00
PBILDT	618.00	26.00
PAT	476.00	(54.00)
Overall gearing (times)	0.05	0.31
Interest coverage (times)	18.73	0.62

A: Audited Prov.: Provisional; Note: 'the above results are latest financial results available'

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

Status of non-cooperation with previous CRA: Not applicable

Any other information: Not applicable

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

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

Complexity level of various instruments rated: Annexure-4

Lender details: Annexure-5

List of all the entities consolidated – Annexure-6

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
Commercial Paper-Commercial Paper (Carved out)	-	NA	Proposed	Proposed	0.00	Withdrawn

*Proposed CP rated, it was never raised and no outstanding

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 2024-2025	Date(s) and Rating(s) assigned in 2023-2024	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022
1	Commercial Paper-Commercial Paper (Carved out)	ST	-	-	-	1) CARE A1+ (05-Jul-23)	-	-

LT: Long term; ST: Short term; LT/ST: Long term/Short term

Annexure-3: Detailed explanation of covenants of the rated instruments/facilities: Not applicable

Annexure-4: Complexity level of the various instruments rated

Sr. No.	Name of the Instrument	Complexity Level
1	Commercial Paper-Commercial Paper (Carved out)	Simple

Annexure-5: Lender details

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

Annexure-6: List of all the entities consolidated

Sr No	Name of the entity	Extent of consolidation	Rationale for consolidation
1	SWAL Corporation Limited	Full	Wholly owned subsidiary
2	Nurture Agtech Private Limited	Full	Wholly owned subsidiary

Note on the 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.

Contact us

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About us:

Established in 1993, CARE Ratings is one of the leading credit rating agencies in India. Registered under the Securities and Exchange Board of India, it has been acknowledged as an External Credit Assessment Institution by the RBI. With an equitable position in the Indian capital market, CARE Ratings provides a wide array of credit rating services that help corporates raise capital and enable investors to make informed decisions. With an established track record of rating companies over almost three decades, CARE Ratings follows a robust and transparent rating process that leverages its domain and analytical expertise, backed by the methodologies congruent with the international best practices. CARE Ratings has played a pivotal role in developing bank debt and capital market instruments, including commercial papers, corporate bonds and debentures, and structured credit.

Disclaimer:

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