

Nexus Feeds Limited

July 22, 2022

Ratings

Facilities/Instruments	Amount (Rs. crore)	Rating ¹	Rating Action
Long Term Bank Facilities	100.86	CARE D; ISSUER NOT COOPERATING* (Single D; ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Short Term Bank Facilities	10.00	CARE D; ISSUER NOT COOPERATING* (Single D; ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Total Bank Facilities	110.86 (Rs. One Hundred Ten Core and Eighty-Six Lakhs Only)		

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated May 07, 2021, placed the rating(s) of Nexus Feeds Limited (NFL) under the 'issuer non-cooperating' category as NFL 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. NFL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated March 23, 2022, April 02, 2022, April 12, 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 [May 07, 2021](#)

Analytical approach: Standalone

Applicable Criteria

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

[Policy on default recognition](#)

About the Company

Nexus feed Limited (NFL) was incorporated as Gold City Limited (GCL) on December 21, 2006, with operations in real estate business. The company was renamed NFL on March 02, 2010, with change in business profile to manufacturing and sales of Fish feed (pellet form), Prawns Feeds and Shrimp feeds. The company is engaged in manufacturing of fish feeds (commenced commercial production from November 18, 2011) having installed capacity of 158,400 TPA; and prawn feeds (commenced commercial production from September 13, 2013) having installed capacity of 95,040 TPA. NFL has in place a 20-year licensing and technology transfer agreement (signed on December 22, 2011) with Hanaqua Tech Inc., a Taiwan based Aqua feed manufacturing company which has significant brand presence in India. The products of NFL are sold under the trademark and logo "Nexus" and "Hanaqua 4S" as per arrangement with Hanaqua.

Brief Financials (Rs. crore)	FY20 (A)	FY21 (A)	FY22 (Prov.)	Q1FY23(Prov.)
Total operating income	360.20	NA	NA	NA
PBILDT	16.96	NA	NA	NA
PAT	3.47	NA	NA	NA
Overall gearing (times)	1.09	NA	NA	NA
Interest coverage (times)	2.20	NA	NA	NA

A: Audited; Prov: Provisional; NA: Not 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: Brickwork has continued the ratings assigned to the bank facilities of NFL to the 'issuer not-cooperating' category vide press release dated March 28, 2022 on account its inability to carryout review in the absence of best available information from 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	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		-	-	June 2020	35.86	CARE D; ISSUER NOT COOPERATING*
Fund-based - LT-Cash Credit		-	-	-	65.00	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - ST-Letter of credit		-	-	-	10.00	CARE D; ISSUER NOT COOPERATING*

*Issuer did not cooperate; Based on best available information

Annexure-2: Rating history for the last three years

Sr. No.	Name of the Instrument/ Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (Rs. 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	35.86	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (07-May-21)	1)CARE D; ISSUER NOT COOPERATING* (07-Apr-20)	1)CARE B; Stable; ISSUER NOT COOPERATING* (29-Jul-19)
2	Fund-based - LT-Cash Credit	LT	65.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (07-May-21)	1)CARE D; ISSUER NOT COOPERATING* (07-Apr-20)	1)CARE B; Stable; ISSUER NOT COOPERATING* (29-Jul-19)
3	Non-fund-based - ST-Letter of credit	ST	10.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (07-May-21)	1)CARE D; ISSUER NOT COOPERATING* (07-Apr-20)	1)CARE A4; ISSUER NOT COOPERATING* (29-Jul-19)

*Issuer did not cooperate; Based on best available information

Annexure-3: Detailed explanation of the covenants of the rated instruments/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	Non-fund-based - ST-Letter of credit	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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