

AL-Sami Agro Products Private Limited

January 23, 2022

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term / Short Term Bank Facilities	23.60	CARE BB-; Stable / CARE A4; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB; Stable / CARE A4; (Double B ; Outlook: Stable / A Four)

Details of instruments/facilities in Annexure-1.

*Issuer did not cooperate; Based on best available information

Rationale and key rating drivers

CARE Ratings Ltd. had, vide its press release dated November 02, 2021, placed the rating(s) of AL-Sami Agro Products Private Limited (AAPPL) under the 'issuer non-cooperating' category as AAPPL 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. AAPPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated September 18, 2022, September 28, 2022, October 08, 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 assigned to the bank facilities of ASAPPL have been revised on account of non-availability of requisite information. The ratings further consider decline in operating income, overall profitability and debt coverage indicators during FY22 over FY21.

Detailed description of the key rating drivers

Please refer to PR dated [November 02, 2021](#)

Analytical approach: Standalone. Revised from Combined approach; Earlier CARE has taken combined approach till FY21 of Al-Sami Food Exports Private Limited and AL-Sami Agro Products Private Limited as both the companies have common promoters, operate in the same line of business and Al-Sami Food Exports Private Limited has invested and holds 43.99% shares in AL-Sami Agro Products Private Limited. Further, due to lack of insufficient information of all the group companies, the analytical approach has been changed to standalone.

Applicable criteria

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

[Policy on default recognition](#)

[Rating Outlook and Credit Watch](#)

About the company

Al-Sami group comprises of three companies namely, Al-Sami Cold Storage, AL-Sami Food Exports Private Limited (AFEPL) and Al-Sami Agro Products Private Ltd. The group is engaged in the activity of processing and export of buffalo meat. The group has been promoted by Mr. Abdul Salam and Mrs. Ajim Unnisa Begum and it commenced operations with Al-Sami Cold Storage during 2008. The company initially started operation by undertaking beef processing and packaging activity on job-work basis based on the orders received. Later in 2009, the group expanded its scope of business by incorporating AFEPL on October 20, 2009 and established a fully functional and integrated meat processing unit in Kolkata (West Bengal) and thereafter started its export line from 2011. Subsequently, on January 17, 2009, AAPPL was incorporated, by the promoters. AAPPL commenced commercial operations from July, 2015 and has its unit located at Kathipudi, in East Godavari district of Andhra Pradesh. The entire shareholding for all the group companies lies within the group entities and the promoters i.e. Mr. Abdul Salam (Managing Director), his wife Mrs. Ajim Unnisa Begum (Director) and their son Mr. Md Abdulla (Executive Director).

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

Brief Financials (₹ crore)	March 31, 2021 (A)	March 31, 2022 (A)	9MFY23 (Prov.)
Total operating income	213.51	165.67	NA
PBILDT	7.94	6.21	NA
PAT	2.01	0.90	NA
Overall gearing (times)	0.89	0.72	NA
Interest coverage (times)	4.20	3.40	NA

A: Audited; Prov.: Provisional; NA: Not Available

Status of non-cooperation with previous CRA: CRISIL has continued the rating assigned to the bank facilities of ASAPPL into Issuer Not Cooperating category vide press release dated October 28, 2022, on account of its inability to carry out a review in the absence of the requisite information from the company.

Any other information: Not Applicable

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

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

Complexity level of the various instruments rated: Annexure-4

Lender details: Annexure-5

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
Fund-based - LT/ST-CC/Packing Credit		-	-	-	23.60	CARE BB-; Stable / CARE A4; ISSUER NOT COOPERATING*

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 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	-	-	-	-	1)Withdrawn (01-Sep-20)	1)CARE BB+; Stable (01-Aug-19)
2	Fund-based - LT/ST-CC/Packing Credit	LT/ST^	23.60	CARE BB-; Stable / CARE A4; ISSUER NOT COOPERATING*	-	1)CARE BB; Stable / CARE A4; ISSUER NOT COOPERATING* (02-Nov-21)	1)CARE BB+; Stable / CARE A4+ (01-Sep-20)	1)CARE BB+; Stable (01-Aug-19)

**Issuer did not cooperate; Based on best available information ^LT/ST: Long term/Short term.*

Annexure-3: Detailed explanation of the 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	Fund-based-LT/ST- CC/Packing Credit	Simple

Annexure-5: Lender details

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

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.

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