

## MNK Educational Society

June 23, 2022

### Ratings

| Facilities/Instruments       | Amount (Rs. crore)                             | Rating <sup>1</sup>  | Rating Action  |
|------------------------------|--|--|--|
| Long Term Bank Facilities    | 12.00  | CARE B-; Stable; ISSUER NOT COOPERATING*<br>(Single B Minus; Outlook: Stable; ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category |
| <b>Total Bank Facilities</b> | <b>12.00</b><br><b>(Rs. Twelve Crore Only)</b> |  |  |

*Details of instruments/facilities in Annexure-1*

### Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated April 19, 2021, placed the rating(s) of MNK Educational Society (MES) under the 'issuer non-cooperating' category as MES 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. MES continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated March 05, 2022, March 15, 2022, March 25, 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 [April 19, 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 Firm

Andhra Pradesh based, MNK Educational Society (MES) was incorporated in 2009 and promoted by Mr. Ramesh and his relatives and started commercial operations subsequently. Mr. Ramesh has more than three decades of experience in food processing industry. The company is engaged in processing of mango pulp, guava and other fruit pulps and the processing unit is located at Chittoor district, Andhra Pradesh, with an installed capacity of 250 metric tons (MT) per day. The company procures its raw materials (fruits) from the local market i.e., from local farmers. NFPL sells more than 90% of its products to Exotica Foods Pvt Ltd as on May 29, 2018).

| Brief Financials (Rs. crore) | FY20 (A) | FY21(A) | FY22(Prov.) |
|------------------------------|----------|---------|-------------|
| Total operating income       | NA       | NA      | NA          |
| PBILD                        | NA       | NA      | NA          |
| PAT                          | NA       | NA      | NA          |
| Overall gearing (times)      | NA       | NA      | NA          |
| Interest coverage (times)    | NA       | NA      | NA          |

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

**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:** Annexure-3

**Complexity level of various instruments rated for this Firm:** Annexure-4

<sup>1</sup>Complete definition of the ratings assigned are available at [www.careedge.in](http://www.careedge.in) and other CARE Ratings Ltd.'s publications

**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      |      | -                | -           | October 2025  | 8.00                          | CARE B-; Stable; ISSUER NOT COOPERATING*  |
| Fund-based - LT-Bank Overdraft |      | -                | -           | -             | 4.00                          | CARE B-; Stable; 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              | 8.00                           | CARE B-; Stable; ISSUER NOT COOPERATING* | -   | 1)CARE B-; Stable; ISSUER NOT COOPERATING* (19-Apr-21) | -   | 1)CARE B; Stable; ISSUER NOT COOPERATING* (20-Mar-20) |
| 2       | Fund-based - LT-Bank Overdraft           | LT              | 4.00                           | CARE B-; Stable; ISSUER NOT COOPERATING* | -   | 1)CARE B-; Stable; ISSUER NOT COOPERATING* (19-Apr-21) | -   | 1)CARE B; Stable; ISSUER NOT COOPERATING* (20-Mar-20) |

\*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 Firm**

| Sr. No. | Name of Instrument             | Complexity Level |
|---------|--------------------------------|------------------|
| 1       | Fund-based - LT-Bank Overdraft | Simple           |
| 2       | Fund-based - LT-Term Loan      | Simple           |

**Annexure-5: Bank lender details for this Firm**

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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