

## Hardayal Milk Products Private Limited

November 23, 2021

### Ratings

Facilities / Instruments	Amount (Rs. crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	50.72	<b>CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)</b>	Rating continues to remain under ISSUER NOT COOPERATING category
<b>Total Facilities</b>	<b>50.72 (Rs. Fifty Crore and Seventy-Two Lakhs Only)</b>		

*Details of instruments/facilities in Annexure-1*

### Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated November 10, 2020, placed the rating(s) of Hardayal Milk Products Private Limited (HMPPL) under the 'issuer non-cooperating' category as HMPPL 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. HMPPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated September 26, 2021, October 06, 2021, October 16, 2021.

In line with the extant SEBI guidelines, CARE has reviewed the rating on the basis of the best available information which however, in CARE'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 [November 10, 2020](#)

**Analytical approach:** Standalone

### Applicable Criteria

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

[Policy on default recognition](#)

### About the Company

Hardayal Milk Products Pvt. Ltd. (HMPPL) was setup by Mr. Praveendra Kumar, Mr. Ramveer Singh, Mr. Hardayal Singh, Mr. Veerpal Singh and Mr. Amol Yadav in July 2005. The company commenced production from December 2006. HMPPL is involved in production of various milk products mainly in Pasteurized packed milk, Ghee and other milk products like Flavored Milk, Curd, flavored Yogurt, Butter milk, Paneer, SMP (Skimmed Milk Powder), Pasteurized Butter, Whole Milk Powder and Dairy Whitener.

Pasteurized milk is sold to institutional buyers in bulk, and other milk products are sold through retail chain with "Hardayal" brand name. The products are well established in the regional markets of Rajasthan, Uttar Pradesh, Uttarakhand, Punjab, Haryana, Maharashtra, West Bengal, Delhi, Madhya Pradesh, Andhra Pradesh and North – East States.

Brief financials of HMPPL

Brief Financials (Rs. crore)	FY18 (A)	FY19 (A)
Total operating income	129.46	19.61
PBILDT	7.93	-44.46
PAT	0.38	-47.93
Overall gearing (times)	0.73	3.00
Interest coverage (times)	1.15	-17.82

A: Audited

<sup>1</sup>Complete definitions of the ratings assigned are available at [www.careratings.com](http://www.careratings.com) and in other CARE publications

\*Issuer did not cooperate; Based on best available information

**Status of non-cooperation with previous CRA:** BRICKWORK has conducted the review on the basis of best available information and classified HMPPL as “Not cooperating” vide its press release dated November 10, 2020.

**Any other information:** Not Applicable

**Disclosure of Interest of Independent/Non-Executive Directors, Managing Director & CEO of CARE:** NA

**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 2017	0.72	CARE D; ISSUER NOT COOPERATING*
Fund-based - LT-Cash Credit		-	-	-	50.00	CARE D; 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 (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2021-2022	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019
1	Fund-based - LT-Term Loan	LT	0.72	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (10-Nov-20)	1)CARE D; ISSUER NOT COOPERATING* (30-Sep-19)	1)CARE D; ISSUER NOT COOPERATING* (02-Apr-18)
2	Fund-based - LT-Cash Credit	LT	50.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (10-Nov-20)	1)CARE D; ISSUER NOT COOPERATING* (30-Sep-19)	1)CARE D; ISSUER NOT COOPERATING* (02-Apr-18)

*\*Issuer did not cooperate; Based on best available information*

**Annexure 3: Covenants of rated instrument/facility:** 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

**Note on complexity levels of the rated instrument:** CARE has classified instruments rated by it on the basis of complexity. This classification is available at [www.careratings.com](http://www.careratings.com). Investors/market intermediaries/regulators or others are welcome to write to [care@careratings.com](mailto:care@careratings.com) for any clarifications.

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### About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

#### Disclaimer

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**\*\*For detailed Rationale Report and subscription information, please contact us at [www.careratings.com](http://www.careratings.com)**