

Ravindra Rice and General Mills

September 24, 2021

Rating

Facilities/Instruments	Amount (Rs. crore)	Ratings	Rating Action
Long Term Bank Facilities	16.50	CARE B-; Stable; ISSUER NOT COOPERATING* (Single B Minus; Outlook: Stable ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Total Bank Facilities	16.50 (Rs. Sixteen Crore and Fifty Lakhs Only)		

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated September 21, 2020, placed the rating(s) of Ravindra Rice and General Mills (RRGM) under the 'issuer non-cooperating' category as RRGM 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. RRGM continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated August 07, 2021, August 17, 2021 and August 27, 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 [September 21, 2020](#).

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

Ravindra Rice and General Mills (RRGM) got established in 1998 as a partnership firm and are currently being managed by Mr. Ravinder Kumar Girdhar and Mr Sanjeev Kumar Girdhar sharing profit and losses in equal ratio. RRGM is engaged in the processing of paddy at its manufacturing facility located at Fazilka (Punjab). The firm sells its products to wholesalers in and around the Punjab Region. The firm is also engaged in milling for various government entities like PUNSUP, Pungrain, etc. The paddy for processing is procured from local grain markets through commission agents based in Punjab. RRGM has a group concern namely Ravindra Trading Company (RTC) which was established in 1980 as a proprietorship firm and is working as a commission agent for buying and selling paddy and wheat.

Brief financials of RRGM are tabulated below:

Brief Financials (Rs. crore)	FY16 (A)	FY17 (A)
Total operating income	45.89	48.28
PBILDT	2.80	2.60
PAT	0.23	0.26
Overall gearing (times)	11.33	11.88
Interest coverage (times)	1.17	1.20

A: Audited

Status of non-cooperation with previous CRA: Brickworks Rating has placed its rating under non-cooperation due to non-submission of information by the entity as per its press release dated June 30, 2021.

CRISIL has placed its rating under non-cooperation due to non-submission of information by the entity as per its press release dated January 29, 2021.

ICRA has placed its rating under non-cooperation due to non- submission of information by the entity as per its press release dated July 14, 2020

Any other information: Not Applicable

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

Complexity level of various instruments rated for this firm: Annexure 3

Annexure-1: Details of Instruments/Facilities

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Cash Credit	-	-	-	16.50	CARE B-; Stable; 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-Cash Credit	LT	16.50	CARE B-; Stable; ISSUER NOT COOPERATING*	-	1)CARE B-; Stable; ISSUER NOT COOPERATING* (21-Sep-20)	1)CARE B; Stable; ISSUER NOT COOPERATING* (17-Jul-19)	1)CARE B+; Stable; ISSUER NOT COOPERATING* (06-Sep-18)

*Issuer did not cooperate; Based on best available information

Annexure 3: Complexity level of various instruments rated for this Firm

Sr. No.	Name of the Instrument	Complexity Level
1.	Fund-based - LT-Cash Credit	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. Investors/market intermediaries/regulators or others are welcome to write to 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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