

## Dollex Agrotech Limited

August 26, 2022

### Rating

Facilities/Instruments	Amount (₹ crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	-	-	Reaffirmed at CARE D (Single D) and Withdrawn
<b>Total Bank Facilities</b>	<b>0.00</b> <b>(₹ Only)</b>		

Details of instruments/facilities in Annexure-1

### Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd has reaffirmed and withdrawn the outstanding rating of 'CARE D (Single D)' assigned to the bank facilities of Dollex Agrotech Limited (DAL), with immediate effect. The above action has been taken at the request of DAL and 'No Objection Certificate' received from the bank that have extended the facilities rated by CARE Ratings Ltd.

### Detailed description of the key rating drivers

#### Key Rating Weaknesses

#### Delays in debt servicing obligations

There were delays in servicing its term loan installments for the month of May and June 2022 due to poor liquidity position of DAL.

**Analytical approach:** Standalone

### Applicable Criteria

[Policy on default recognition](#)

[Financial Ratios – Non financial Sector](#)

[Rating Outlook and Credit Watch](#)

[Manufacturing Companies](#)

[Sugar](#)

[Policy on Withdrawal of Ratings](#)

### About the Company

Indore – based (Madhya Pradesh) Dollex Agrotech Limited (DAL) was incorporated in 2013 as Dollex Agrotech Private Limited and changed its constitution to Public limited company (unlisted) from May 20, 2022. It is engaged into trading and manufacturing of sugar and jaggery from its manufacturing plant located at Datia, M.P. The company has successfully completed capex of Rs.59.96 crore for manufacturing of jaggery with an installed capacity of 1000 TCD (Tons Crushing Per Day) and manufacturing of sugar with an installed capacity of 2500 TCD. The operations for manufacturing jaggery commenced from October, 2018 while manufacturing of sugar commenced from January, 2020. DAPL procures sugarcane which is the key raw material from the local farmers and sells majority of its product domestically. However, it conducts trading operations with traders located in Maharashtra and Madhya Pradesh.

Brief Financials (Rs. crore)	31-03-2021 (A)	31-03-2022 (Prov.)	Q1FY23 (Prov.)
Total operating income	78.79	NA	NA
PBILDT	6.97	NA	NA
PAT	1.67	NA	NA
Overall gearing (times)	2.17	NA	NA
Interest coverage (times)	3.23	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

**Complexity level of various instruments rated for this company:** Annexure 3

<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 (₹ crore)	Rating Assigned along with Rating Outlook
Fund-based - LT-Cash Credit		-	-	-	0.00	Withdrawn
Fund-based - LT-Term Loan		-	-	June-2026	0.00	Withdrawn
Fund-based - LT-Term Loan		-	-	March 2028	0.00	Withdrawn
Fund-based - LT-Term Loan		-	-	June-2024	0.00	Withdrawn

**Annexure-2: Rating History of 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-Cash Credit	LT	-	-	1)CARE D (07-Jul-22)	1)CARE BB; Stable (19-Aug-21)	1)CARE B+; Stable (21-Aug-20)	-
2	Fund-based - LT-Term Loan	LT	-	-	1)CARE D (07-Jul-22)	1)CARE BB; Stable (19-Aug-21)	1)CARE B+; Stable (21-Aug-20)	-
3	Fund-based - LT-Term Loan	LT	-	-	1)CARE D (07-Jul-22)	1)CARE BB; Stable (19-Aug-21)	1)CARE B+; Stable (21-Aug-20)	-
4	Fund-based - LT-Term Loan	LT	-	-	1)CARE D (07-Jul-22)	1)CARE BB; Stable (19-Aug-21)	1)CARE B+; Stable (21-Aug-20)	-

\*Long term/Short term.

**Annexure-3: Detailed explanation of covenants of the rated instrument / 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

**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 Ratings Ltd. 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](mailto:care@careedge.in) for any clarifications.

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### About CARE Ratings Limited:

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