

Madhya Pradesh Agro Food Industries Limited

August 11, 2020

Ratings

Facilities	Amount (Rs. crore)	Rating ¹	Rating Action
Long-term Bank Facilities	0.00	--	Withdrawn
Total Facilities	0.00		

Details of facilities in Annexure-1

Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers

CARE has withdrawn the outstanding ratings of 'CARE BB; Stable; ISSUER NOT COOPERATING (Double B; Outlook: Stable: ISSUER NOT COOPERATING)' assigned to the bank facilities of Madhya Pradesh Agro Food Industries Limited with immediate effect. The above action has been taken at the request of Madhya Pradesh Agro Food Industries Limited and 'No Dues Certificate' received from the lender that have extended the facilities rated by CARE.

Analytical approach: Not Applicable

Applicable Criteria

[Policy on Withdrawal of ratings](#)

About the Company

Madhya Pradesh Agro Food Industries Ltd (MPAFIL) was incorporated in 2004 though it started operations in 2006. MPAFIL manufactures ready-to-eat weaning foods/nutritional supplements for sale to the State government's health departments under the Integrated Child Development Services (ICDS) programme. The food is supplied to Madhya Pradesh State Industrial Development Corporation (MPSIDC), a nodal agency of MP state government for the same. These items are for free distribution to Below Poverty Line (BPL) families and infants in rural parts of Madhya Pradesh. MPAFIL has a unit in Bhopal, MP with a capacity of around 84,000 tonne per annum as on March 31, 2016. There is other group company engaged in the same line of business - Suruchi Foods Pvt Ltd in Mathura, UP.

Brief Financials (YTEI) (Rs. crore)	FY17 (A)	FY18 (A)	FY19 (A)
Total operating income	212.04	179.91	116.43
PBILDT	11.69	13.16	14.17
PAT	6.26	7.92	8.68
Overall gearing (times)	0.52	0.01	0.01
Interest coverage (times)	9.72	23.31	13.78

A: Audited

Status of non-cooperation with previous CRA: NA

Any other information: NA

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

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Fund-based - LT-Cash Credit	-	-	-	0.00	Withdrawn

¹Complete definition of the ratings assigned are available at www.careratings.com and other CARE publications

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 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018
1.	Fund-based - LT-Cash Credit	LT	-	-	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (21-May-19)	-	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (12-Feb-18)

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

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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Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades.

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