

Metro Agri Industries Limited

October 29, 2020

Ratings

Facilities*	Amount (Rs. Crore)	Rating ¹	Rating Action
Long-term Bank Facilities	13.84	CARE D; ISSUER NOT COOPERATING* [Single D; ISSUER NOT COOPERATING]	Issuer not cooperating; Based on best available information
Long-term/Short-term Bank Facilities	2.66	CARE D/CARE D; ISSUER NOT COOPERATING* [Single D/ Single D; ISSUER NOT COOPERATING]	Issuer not cooperating; Based on best available information
Total	16.50 (Rs. Sixteen crore and fifty lakh only)		

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated October 22, 2019, continued to place the ratings of Metro Agri Industries Limited under the 'Issuer Not Cooperating' category as the company had failed to provide the requisite information required for monitoring of the ratings as agreed to in its rating agreement. Metro Agri Industries Limited continues to be non-cooperative despite repeated requests for submission of information through phone calls and a letter/email dated Oct 09, 2020. 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. The ratings of bank facilities of Metro Agri Industries Limited are denoted as '**CARE D; Issuer not cooperating**'.

Detailed description of the key rating drivers

CARE has not received any information from the company. The review was conducted on the basis of best available information.

Analytical approach: Standalone

Applicable Criteria

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

[Criteria on assigning Outlook and Credit Watch to Credit Ratings](#)

[CARE'S Policy on Default Recognition](#)

[Financial ratios - Non-Financial Sector](#)

[Rating Methodology-Manufacturing Companies](#)

[CARE's methodology for Short-term Instruments](#)

About the Company

Metro Agri-Industries Limited (MAIL) was incorporated in 2011 by Mr. Vijay Garg, Mr. Himank Garg and Mrs. Ankita Garg as a limited company. The company started its production in November 2013 and is engaged in the business of basmati rice milling and processing of rice which is sold in the export and domestic markets. The processing facility is at Tehsil Israna Karnal district in Panipat (Haryana) with an installed capacity of ~28,800 metric tonnes per annum (MTPA) as on March 31, 2015.

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

*Issuer did not cooperate; Based on best available information

Covenants of rated instrument/facility: Details explanation of covenants of the rated instruments/facilities is given in Annexure-3

Brief Financials (Rs. crore)	FY17 (A)	FY18 (A)
Total operating income	72.77	72.86
PBILDT	3.70	3.75
PAT	0.02	0.16
Overall gearing (times)	2.21	2.08
Interest coverage (times)	1.66	1.58

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

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/ST-Buyers Credit	-	-	-	2.66	CARE D; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan	-	-	-	4.01	CARE D; ISSUER NOT COOPERATING*
Fund-based - LT-Cash Credit	-	-	-	9.83	CARE D; ISSUER NOT COOPERATING*

*Issuer not cooperating; 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 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/ST-Buyers Credit	LT/ST	2.66	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (22-Oct-19)	1)CARE D / CARE D; ISSUER NOT COOPERATING* (11-Jul-18)	1)CARE B / CARE A4; ISSUER NOT COOPERATING* (07-Apr-17)
2.	Fund-based - LT-Term Loan	LT	4.01	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (22-Oct-19)	1)CARE D; ISSUER NOT COOPERATING* (11-Jul-18)	1)CARE B; ISSUER NOT COOPERATING* (07-Apr-17)
3.	Fund-based - LT-Cash Credit	LT	9.83	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (22-Oct-19)	1)CARE D; ISSUER NOT COOPERATING* (11-Jul-18)	1)CARE B; ISSUER NOT COOPERATING* (07-Apr-17)

*Issuer not cooperating; Based on best available information

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

Annexure 4: Complexity level of various instruments rated for this company/firm

Sr. No.	Name of the Instrument	Complexity Level
1.	Fund-based - LT-Cash Credit	Simple
2.	Fund-based - LT-Term Loan	Simple
3.	Fund-based - LT/ ST-Buyers 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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