

Ruchi Worldwide Limited

January 10, 2017

Ratings

Facilities	Amount (Rs. crore)	Ratings ¹	Rating Action
Long Term / Short Term Bank Facilities	835.00 (reduced from Rs.1,200.00 crore)	CARE D/CARE D (Single D/Single D)	Suspension revoked and ratings reaffirmed
Total Facilities	835.00 (Rupees Eight Hundred Thirty Five Crore Only)		

Details of instruments/facilities in Annexure-1

The reaffirmation of the ratings for the bank facilities of Ruchi Worldwide Ltd. (RWL) takes into account recent delays in servicing of debt obligations on account of stress on its liquidity mainly due to delays in receipt of payments from customers.

Outlook: Not Applicable

Analytical Approach: Standalone

Applicable Criteria

[CARE's policy on default recognition](#)

[CARE's methodology for short term instruments](#)

[CARE's criteria on assigning outlook to credit ratings](#)

[Rating Methodology – Wholesale Trading](#)

[Financial Ratios – Non Financial Sector](#)

Company Background

RWL is a subsidiary of Ruchi Soya Industries Ltd. (RSIL) and a part of the Indore, Madhya Pradesh based Ruchi Group. RWL is an international trading arm of the group and is involved in trading of various agri-commodities including edible oil, raw cotton, castor seeds and oil, coffee, grain and pulses. As on March 31, 2016, RSIL held 52.48% equity in RWL and the balance was with the Shahra family, the promoters of RSIL.

RWL registered a net loss of Rs.55 crore on a total operating income of Rs.2,685 crore in FY16 (refers to the period April 1 to March 31), compared with a net profit of Rs.2 crore on a total operating income of Rs.2,414 crore in FY15.

Status of non-cooperation with previous CRA: Not Applicable

Rating History (Last three years): Please refer Annexure-2

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****For detailed Rationale Report and subscription information, please contact us at www.careratings.com**

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

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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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.

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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/Non Fund Based-LT/ST	NA	NA	NA	835.00	CARE D / CARE D

Annexure-2

Rating History (Last three years)

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings (January 10, 2017)			Chronology of Rating history for past three years			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2016-2017	Date(s) & Rating(s) assigned in 2015-2016	Date(s) & Rating(s) assigned in 2014-2015	Date(s) & Rating(s) assigned in 2013-2014
1.	Fund Based/Non Fund Based-LT/ST	LT/ST	835.00	CARE D / CARE D	1) Suspended (30-12-2016) 2) CARE D / CARE D (29-12-2016) 3) CARE B (SO) / CARE A4 (SO) (29-09-2016) 4) CARE BB+ (SO) / CARE A4+ (SO) (24-06-2016)	1) CARE BBB (SO) / CARE A3+ (SO) (05-01-2016)	1) CARE BBB (SO) / CARE A3+ (SO) (13-01-2015)	1) CARE BBB (SO) / CARE A3+ (SO) (17-02-2014)

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