



Press Release

Kukadi Sahakari Sahkar Kharkhana Ltd (KSSKL)

August 25, 2020

| Sl. No. | Instrument/Facility | Amount (INR Crores) | Rating | Rating Action |
|---------|---|---------------------|--|--|
| 1. | Long Term Facility – Fund Based – Term Loan | 66.13 | IVR B-; ISSUER NOT COOPERATING (IVR Single B Minus ISSUER NOT COOPERATING) | Revised from IVR B / Stable Outlook (IVR Single B with Stable Outlook) |
| | Total | 66.13 | | |

Ratings

Details of Facilities are in Annexure 1

Detailed Rationale

The revision in ratings is on account of non-submission of monthly Non-Default Statement by the company.

Analytical Approach and Applicable Criteria

Standalone

Rating Methodology for Manufacturing Companies

Financial Ratios & Interpretation (Non-financial Sector)

Default Recognition and Post-Default Curing Period

About the Group and Company

Kukadi Sahakari Sahkar Karkhana Ltd., (KSSKL) was incorporated in 2003 and has registered office at Pimpalgaon Pisa village, Ahmednagar. The company is a cooperative society, registered under the Cooperative Societies Act, 1960. Mr. Rahul Jagtap son of late Mr. Kundalikrao Jagtap is the chairman with a decade of experience in sugar industry. He is an elected Member of the Legislative Assembly from Shrigonda in Ahmednagar. The company is engaged in manufacturing of sugar and cogeneration of power. The company



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has manufacturing capacity of 3500 TCD (Tons of cane per day). The company also generates power from the sugarcane bagasse, with a capacity of 27 MW.

Financials (Standalone)*:

(INR crore)

| For the year ended/ As On | 31-03-2018 (Audited) | 31-03-2019 (Provisional) |
|---------------------------|-------------------------|-----------------------------|
| Total Operating Income | 152.4 | 186.1 |
| EBITDA | 40.2 | 42.7 |
| PAT | 0.3 | 4.6 |
| Total Debt | 264.4 | 369.6 |
| Tangible Net-worth | 67.6 | 72.8 |
| Ratios | | |
| EBITDA Margin (%) | 26.36 | 22.97 |
| PAT Margin (%) | 0.21 | 2.46 |
| Overall Gearing Ratio (x) | 3.91 | 5.07 |

* Classification as per Infomerics' standards

Status of non-cooperation with previous CRA: Crisil in their press Release dated on July 21, 2020 has classified the case under Issuer Not Cooperating status on account of non-submission of relevant information

Any other information: N.A.

Rating History for last three years:

| Sl. No. | Name of Instrument/ Facilities | Current Rating (Year 2020-21) | | | Rating History for the past 3 years | | |
|---------|---|-------------------------------|--------------------------------|--------------------------------|---|---|---|
| | | Type | Amount outstanding (INR crore) | Rating | Date(s) & Rating(s) assigned in 2019-20 | Date(s) & Rating(s) assigned in 2018-19 | Date(s) & Rating(s) assigned in 2017-18 |
| 1. | Long Term Facility – Fund Based - Term Loan | Long Term | 66.13 | IVR B-; ISSUER NOT COOPERATING | IVR B / Stable Outlook | -- | -- |

Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at www.infomerics.com.



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Name and Contact Details of the Rating Team:

Name: Rajath Rajpal

Name: Prakash Kabra

Tel: (022) 62396023

Tel: (022) 62396023

Email: rajpal@infomerics.com
prakash.kabra@infomerics.com

Email:

About Infomerics:

Infomerics commenced rating & grading operations in April 2015 after having spent over 25 years in various segments of financial services. Infomerics is registered with the Securities and Exchange Board of India (SEBI) and accredited by Reserve Bank of India. Company's long experience in varied spectrum of financial services is helping it to fine tune its product offerings to best suit the market.

Disclaimer: Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change, suspend or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.

Annexure 1: Details of Facilities

| Name of Facility | Date of Issuance | Coupon Rate/ IRR | Maturity Date | Size of Facility (INR Crore) | Rating Assigned/ Outlook |
|---|------------------|------------------|---------------|------------------------------|--------------------------------|
| Long Term Facility – Fund Based - Term Loan | NA | NA | Up to 2027 | 66.13 | IVR B-; ISSUER NOT COOPERATING |