



Press Release

Amitex Agro Private Limited

January 08, 2021

Ratings

Facilities	Amount (INR crore)	Current Ratings	Rating Action
Long Term Fund Based Facilities - Cash Credit	11.00	IVR BB/ Stable Outlook ISSUER NOT COOPERATING* (IVR Double B ISSUER NOT COOPERATING)	Revised and moved to ISSUER NOT COOPERATING
Long Term Rupee Term Loan	16.50	IVR BB/ Stable Outlook ISSUER NOT COOPERATING (IVR A Four ISSUER NOT COOPERATING)	Revised and moved to ISSUER NOT COOPERATING
Total	27.50		

**Issuer not cooperating, based on best available information*

Details of Facilities are in Annexure 1

Detailed Rationale

The aforesaid rating revision to the bank facilities of Amitex Agro Private Limited reflects lack of adequate information available about the performance of the company and the uncertainty around its credit risk. Infomerics assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy.

The lenders, investors and other market participants are thus advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the entity, despite the rating revision.



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Note on non-cooperation

Infomerics has repeatedly followed up with the company to provide information to monitor the rating(s) vide e-mail 16.10.20, 16.11.20, 27.11.20 and 14.12.20 along with telephonic conversations. However, despite repeated requests, the company has failed to submit Audited financial statements for FY20 and other data for review.

Availability of information is very critical in rating exercise. In the absence of the relevant information, in consonance with SEBI guidelines, Infomerics has moved the ratings assigned to the bank loan facilities of Amitex Agro Private Limited aggregating to INR27.50crore to the 'ISSUER NOT COOPERATING' category. The rating is now denoted as IVR BB/Stable Outlook ISSUER NOT COOPERATING (pronounced IVR Double B with stable outlook ISSUER NOT COOPERATING).

Accordingly, the lenders, investors and other market participants are advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the company.

Analytical Approach & Applicable Criteria

Standalone

Rating Methodology for Service sector companies

Financial Ratios & Interpretation (Non-Financial Sector)

Guidelines on what constitutes Non-Cooperation by Clients

About the Company

Amitex Agro Products Pvt. Ltd. is a group company of Servotech India Limited, who have more than 48 years experience in supplying turnkey projects for soya bean oil extraction plants and refineries, Lecithin Plants and De-oiled lecithin plants. Servotech Group as such was established in the year 1968. Mr. Radheshyam Lahoti, Chairman cum Managing Director is the Chief Promoter of the Group. Amitex Agro Product PVT. LTD. (AAPPL) has incorporated stringent in-house measures to ensure the quality system and delivery of quality food-safe products. This has been evolved by the innovative and advanced technologies and processes, methods to ensure customer-safe, quality products. Amitex Agro Product PVT. LTD. (AAPPL) has skilled personnel in quality control lab and the



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laboratory which is equipped with the latest instruments and tools that aid in helping keep a check on the food safety and quality and follow all specifications.

Financials*

(INR crore)

For the year ended / As on	31-03-18	31-03-19
	Audited	Audited
Total Operating Income	41.09	50.48
EBITDA	4.96	6.74
PAT	0.11	1.59
Total Debt	30.71	32.37
Tangible Net worth	13.39	16.93
Ratios		
a. EBIDTA Margin (in %)	12.08	13.36
b. PAT Margin (in %)	0.26	3.06
c. Overall Gearing ratio (x)	2.29	1.91

*Classification as per Infomerics' standards.

Status of non-cooperation with previous CRA: None

Any other information: India Ratings in their Press Release dated October 11, 2019 have classified Amitex Agro Private Limited as ISSUER NOT COOPERATING.

Rating History for last three years:



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Sl. No.	Name of Instrument/ Facilities	Type	Current Rating (Year 2020-21)		Rating History for the past 3 years		
			Amount outstanding (INR crore)	Assigned Rating	Date(s) & Rating(s) assigned in 19-20 (November 27th, 2019)	Date(s) & Rating(s) assigned in 18-19	Date(s) & Rating(s) assigned in 17-18
1.	Long Term Fund Based Facilities - Cash Credit	Long Term	11.00	IVR BB/stable outlook ISSUER NOT COOPERATING	IVR BB+/Positive Outlook	-	-
2.	Long Term Rupee Term Loan	Long Term	16.50	IVR BB/stable outlook ISSUER NOT COOPERATING	IVR BB+/Positive 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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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



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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 Fund Based Facilities - Cash Credit	--	--	--	11.00	IVR BB/stable outlook ISSUER NOT COOPERATING
Long Term Rupee Term Loan	--	--	--	16.50	IVR BB/stable outlook ISSUER NOT COOPERATING