



Press Release

Alpine Distilleries Pvt Ltd

September 4, 2020

Ratings

Instrument / Facility	Amount (Rs. Crore)	Ratings	Rating Action
Long Term Fund based facilities- Term loan	70.65	IVR BB-; ISSUER NOT COOPERATING* (IVR Double B Minus; Issuer Not Cooperating)	Revised from IVR BB/Stable (IVR Double B with Stable outlook) and moved to Issuer not co-operating
Long Term Fund based facilities- Cash Credit	27.35	IVR BB-; ISSUER NOT COOPERATING* (IVR Double B Minus; Issuer Not Cooperating)	Revised from IVR BB/Stable (IVR Double B with Stable outlook) and moved to Issuer not co-operating
Short Term Non Fund based Facilities- Bank Guarantee	0.95	IVR A4; ISSUER NOT COOPERATING* (IVR A Four; Issuer Not Cooperating)	Revised from IVR A4 (IVR A Four) and moved to Issuer not co-operating
Total	98.95		

**Issuer did not cooperate; based on best available information*

Details of Facility are in Annexure 1

Detailed Rationale

The rating revision is because of lack of adequate information regarding Alpine Distilleries Pvt Ltd's performance and hence the uncertainty around its credit risk. Infomerics assesses whether the information available about the company 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 company.

Non-cooperation by Issuer

Infomerics has been regularly following up with the company to provide the required data to monitor its assigned rating to the bank facilities, vide multiple E-mail communications dated August 22, 2020, August 26, 2020, August 31, 2020 and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted all the essential details.



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Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics has to assign the rating based on the best available information. Accordingly, the long- term and short-term ratings for the bank loan facilities of Alpine Distilleries Pvt Ltd aggregating to Rs.98.95 crore shall be moved to the 'ISSUER NOT COOPERATING' category by Infomerics and the rating be noted as "IVR BB-; Issuer Not Co-operating; Based on best available information (IVR Double B Minus) and IVR A Four (IVR A Four); Issuer Not Co-operating; Based on best available information)".

Analytical Approach & Applicable Criteria:

Standalone

Guidelines on what constitutes Non-Cooperation by clients

Rating Methodology for Manufacturing Companies

Financial Ratios & Interpretation (Non-Financial Sector)

About the Company

Alpine Distilleries Pvt. Ltd. (ADPL) was incorporated on November 22, 2002, under the name of Agnes Exim Pvt Ltd., by Mr. Debasis Mukherjee and Mr. Debraj Mukherjee (Son of Mr. Debasis Mukherjee). . Currently, IMFL division has one automatic bottling line and three semi-automatic bottling Line with aggregate production capacity of around 1.75 lac cases per month. Also the company established country spirit manufacturing plant in September, 2014, with a capacity of 1.35 lac cases per month and manufacturing several brands like Challenge No. – 1, Udday Premium, and Alpine's Orange Mix which are well accepted in the market since its production.

Financials (Standalone)

(Rs. Crore)

For the year ended* / As On	31-03-2017	31-03-2018
	Audited	Audited
Total Operating Income	136.74	150.71
EBITDA	11.40	12.13
PAT	4.07	4.87
Total Debt	20.58	42.12
Tangible Net Worth	37.94	57.16
EBITDA Margin %	8.34	8.05
PAT Margin %	2.97	3.23
Overall Geating (x)	0.54	0.74



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**Based on Infomerics classification*

Status of non-cooperation with previous CRA: Nil

Any other information: Nil

Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Current Rating (Year 2020-21)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. 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.	Term Loan	Long Term	70.65	IVR BB-; ISSUER NOT COOPERATING	IVR BB /Stable (June 20, 2019)	IVR BBB- /Stable (January 11, 2019)	-
2.	Cash Credit	Long Term	27.35	IVR BB-; ISSUER NOT COOPERATING	IVR BB /Stable (June 20, 2019)	IVR BBB- /Stable (January 11, 2019)	-
3.	Bank Guarantee	Short Term	0.95	IVR A4; ISSUER NOT COOPERATING	IVR A4 (June 20, 2019)	IVR A3 (January 11, 2019)	-

** Issuer did not cooperate; based on best available information*

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. Firm's long



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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 Facility

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Long Term Fund based facilities- Term loan	-	-	Mar-2028	70.65	IVR BB-; Issuer Not Cooperating*
Long Term Fund based facilities- Cash Credit	-	-	-	27.35	IVR BB-; Issuer Not Cooperating*
Short Term Non Fund based Facilities- Bank Guarantee				0.95	IVR A4; Issuer Not Cooperating*

* Issuer did not cooperate; based on best available information