



## Press Release

### Rajaramsevak Multipurpose Cold Storage Pvt Ltd (RMC SPL)

August 03, 2020

#### Ratings

Instrument / Facility	Amount (Rs. crore)	Ratings	Rating Action
Long Term Facilities- Working Capital Loan	0.96	IVR D	Revised from IVR B/Stable (IVR Single B With Stable Outlook)
Long Term Facilities- Working Capital Demand Loan	9.07	IVR D	Revised from IVR B/Stable (IVR Single B With Stable Outlook)
Long Term Facilities- Term Loan	1.59	IVR D	Revised from IVR B/Stable (IVR Single B With Stable Outlook)
Long Term Facilities- Bank Guarantee	0.20	IVR D	Revised from IVR B/Stable (IVR Single B With Stable Outlook)
<b>Total</b>	<b>11.82</b> <b>(Rupees</b> <b>eleven crore</b> <b>and eighty</b> <b>two lakhs</b> <b>only)</b>		

**Details of Facilities are in Annexure 1**

#### Detailed Rationale

The rating revision is because of ongoing delays in debt servicing. In line with the extant SEBI guidelines, Infomerics has reviewed the rating on the basis of the best available information.

#### Detailed Key Rating Drivers

##### Key Rating Weakness:

**Delays in debt servicing obligation:** There are on-going delays in debt servicing obligation of the company.

**Analytical Approach:** Standalone

##### Applicable Criteria:

Rating Methodology for Service Companies



## Press Release

Financial Ratios & Interpretation (Non-financial Sector)

Criteria on Default Recognition and Post-Default Curing Period

### **Liquidity: Poor**

The liquidity position of RMCSPL appears to be Poor as the company has been delaying on its debt obligation payments.

### **About the Company**

Incorporated in February, 2012, Kolkata based Rajaramsevak Multipurpose Cold Storage Pvt Ltd (RMCSPL) was promoted Mr Raja Chakraborty and Mrs. K Chakraborty (wife of Mr. Raja Chakraborty). RMCSPL is operating a cold storage facility in the Medinipur district of West Bengal with an installed capacity of 366000 QTLS for cold storage of potato. Apart from operating a cold storage facility, the company is also engaged in potato trading.

### **Financials (Standalone):**

For the year ended* / As On	(Rs. crore)	
	31-03-2018	31-03-2019
	<b>Audited</b>	<b>Audited</b>
Total Operating Income	5.91	9.38
EBITDA	2.58	2.40
PAT	0.34	-0.68
Total Debt	12.55	13.27
Tangible Net worth	2.48	1.80
EBITDA Margin (%)	43.66	25.62
PAT Margin (%)	5.75	-7.22
Overall Gearing Ratio (x)	5.06	7.37

\*Classification as per Infomerics' standards.

**Status of non-cooperation with previous CRA:** Ind-Ra has moved the rating of RMCSPL into the Issuer Non-Cooperating category as the company did not co-operate in the rating procedure despite repeated follow ups as per the Press Release dated April 01, 2020.

Acuite has moved the rating of RMCSPL into the Issuer Non-Cooperating category as the company did not co-operate in the rating procedure despite repeated follow ups as per the Press Release dated July 09, 2020.

**Any other information:** Nil



## Press Release

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 2019-20	Date(s) & Rating(s) assigned in 2017-18	Date(s) & Rating(s) assigned in 2016-17
1.	Long Term Fund Based Limits – Seasonal Working Capital Loan	Long Term	9.07	IVR D	IVR B/ Stable Outlook (October 29, 2019)	IVR B/ Stable Outlook (August 13, 2019)	-	-
2.	Long Term Fund Based Limits – Working Capital Loan	Long Term	0.96	IVR D	IVR B/ Stable Outlook October 29, 2019)	IVR B/ Stable Outlook (August 13, 2019)	-	-
3.	Long Term Fund Based Limits-Term Loan	Long Term	1.59*	IVR D	IVR B/ Stable Outlook October 29, 2019)	IVR B/ Stable Outlook (August 13, 2019)	-	-
4.	Long Term Non Fund Based Limits- BG	Long Term	0.20	IVR D	IVR B/ Stable Outlook October 29, 2019)	IVR B/ Stable Outlook (August 13, 2019)	-	-

**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](http://www.infomerics.com).



## Press Release

### Name and Contact Details of the Rating Analyst:

Name: Ms. Nidhi Sukhani Tel: (033) 46022266 Email: <a href="mailto:nsukhani@infomerics.com">nsukhani@infomerics.com</a>	Name: Mr. Avik Podder Tel: (033) 46022266 Email: <a href="mailto:apodder@infomerics.com">apodder@infomerics.com</a>
---	---

### 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. It is gradually gaining prominence in domestic rating and/or grading space. Infomerics is striving for positioning itself as the most trusted & credible rating agency in the country and is gradually widening its product portfolio. 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.



## Press Release

### Annexure 1: Details of Facilities

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Long Term Facilities- Working Capital Demand Loan	-	-	-	9.07	IVR D
Long Term Facilities- Working Capital Loan	-	-	-	0.96	IVR D
Long Term Facilities- Term Loan	-	-	March 2022	1.59	IVR D
Long Term Facilities- Bank Guarantee	-	-	-	0.21	IVR D
<b>Total</b>				<b>11.82</b>	