



## Press Release

**Fossil Business Solution Private Limited**

**April 22, 2022**

### **Ratings**

<b>Sl. No.</b>	<b>Instrument/Facility</b>	<b>Amount (Rs. Crore)</b>	<b>Ratings</b>	<b>Rating Action</b>	<b>Complexity Indicator</b>
1.	Long Term Bank Facilities	5.00	IVR BB- Issuer Not Cooperating (IVR Double B minus Issuer Not Co-operating)	Downgraded and moved to ISSUER NOT COOPERATING category	Simple
	<b>Total</b>	<b>5.00</b>			

### **Details of Facilities are in Annexure 1**

### **Detailed Rationale**

The rating downgrade is because of lack of adequate information regarding Fossil Business Solution Private Limited performance and hence 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 downgrade.

### **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 mail communications dated March 9, 2022, March 15, 2022, March 21, 2022, April 1, 2022, April 7, 2022, April 13, 2022, and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted the essential details and fees for surveillance exercise.

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- and short-term ratings for the bank loan facilities aggregating to INR 5.00 Crore of Fossil Business Solution Private Limited 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: Issuer Not Co-operating) based on best available information.



## Press Release

Accordingly, the lenders, investors and other users of this rating are requested to exercise adequate caution while using this rating as this rating may not adequately reflect the current credit risk profile of the company.

**Analytical Approach:** Standalone

### **Applicable Criteria**

[Rating Methodology for Trading Companies](#)

[Financial Ratios and Interpretation \(Non-Financial Sector\)](#)

[Policy on Issuer not cooperating and surveillance/review of existing rating](#)

### **About the Company**

Fossil Business Solution Private Limited (FBSPL) was incorporated on November 7, 2013 by Mr. Tarun Kumar Agarwal and Mr. Ankit Agarwal of Kolkata, West Bengal. The company is engaged in trading and exporting of agriculture products (non-basmati rice to Singapore). Since 2016, the company forayed into laying, servicing and maintenance of optical fiber cable in order to diversify its operations. In FBSL 69% of revenue is from trading of rice, rest from laying of duct and optical cables in FY'20.

### **Financials (Standalone)**

**(INR Crore)**

For the year ended*/As on	31-03-2019	31-03-2020
	<b>Audited</b>	<b>Audited</b>
Total Operating Income	37.16	35.82
EBITDA	3.59	4.10
PAT	1.40	1.71
Total Debt	11.93	11.34
Tangible Net worth	4.34	6.06
EBITDA Margin (%)	9.66	11.43
PAT Margin (%)	3.77	4.78
Overall Gearing Ratio (x)	2.75	1.87

\*Classification as per Infomerics' standards

**Status of non-cooperation with previous CRA:** Nil

**Any other information:** Nil

**Rating History for last three years:**



## Press Release

Sr. No.	Name of Instrument/Facilities	Current Ratings (Year 2022-23)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2021-22)	Date(s) & Rating(s) assigned in 2020-21(Dated (March 8,2021)	Date(s) & Rating(s) assigned in 2019-20
1.	Cash Credit	Long Term	5.00	IVR BB-[INC]	-	IVR BB/Stable	--

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

Name: Smriti Jetly Tel: (011) 24611910 Email: <a href="mailto:sjetly@infomerics.com">sjetly@infomerics.com</a>	Name: Om Prakash Jain Tel: (011) 24611910 Email: <a href="mailto:opjain@infomerics.com">opjain@infomerics.com</a>
--	---

### About Infomerics:

Infomerics was founded in the year 1986 by a team of highly experienced and knowledgeable finance professionals. Subsequently, after obtaining Securities Exchange Board of India registration and RBI accreditation and the activities of the company are extended to External Credit Assessment Institution (ECAI).

Adhering to best International Practices and maintaining high degree of ethics, the team of knowledgeable analytical professionals deliver credible evaluation of rating.

Infomerics evaluates wide range of debt instruments which helps corporates open horizons to raise capital and provides investors enlightened investment opportunities. The transparent, robust and credible rating has gained the confidence of Investors and Banks.

Infomerics has a pan India presence with Head Office in Delhi, branches in major cities and representatives in several locations.

For more information visit [www.infomerics.com](http://www.infomerics.com)

**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



## Press Release

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 (Rs. Crore)	Rating Assigned/ Outlook
Long Term Bank Facilities- Cash Credit	-	-	-	5.00	IVR BB-[INC](IVR Double B Issuer Not Co-operating)

**Annexure 2: List of companies considered for consolidated analysis: Not Applicable.**

**Annexure 3: Facility wise lender details:**

[Len-Fossil-Apr22.pdf \(infomerics.com\)](#)

**Annexure 4: Detailed explanation of covenants of the rated instrument/facilities: Not Applicable**

**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).