



Press Release

Tanvi Foods (India) Limited

February 17, 2022

Ratings

Sl. No.	Facility	Amount (Rs. Crore)	Ratings	Rating Action	Complexity indicator
1	Long term Bank Facilities	24.20	IVR BB; Issuer Not Cooperating* (IVR Double B ; Issuer Not Cooperating)*	Downgraded and moved to ISSUER NOT COOPERATING category	Simple
	Total	24.20(Twenty-four crore and twenty lakh only)			

*Issuer did not cooperate; based on best available information

Details of Facility are in Annexure 1

Detailed Rationale

The rating downgrade is because of lack of adequate information regarding Tanvi Foods (India) Limited (TFIL)'s 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.

Detailed description of the key rating drivers: Non-cooperation by Issuer

Infomerics has been seeking information from Tanvi Foods (India) Limited (TFIL) to monitor the rating vide its mails dated January 14, 2022, February 02, 2022, February 04, 2022, February 08, 2022 and numerous phone calls. However, despite our repeated requests, the company has not provided the requisite information for monitoring the rating. 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 ratings for the bank loan facilities of TFIL aggregating to Rs.24.20 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



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available information. (Long term IVR Double B : Issuer Not Co-operating; Based on best available information)".

Analytical Approach: Standalone

Applicable Criteria:

[Guidelines on what constitutes Non-Cooperation by clients](#)

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

[Rating Methodology for Manufacturing Companies](#)

About the Company

Tanvi Foods (India) Ltd. (TFIL) was incorporated in 2007 to initiate a food processing business in Andhra Pradesh. During, March 2017, TFIL converted into a Public Limited Company and got listed in BSE SME in March 2017. The company is engaged in manufacturing of frozen foods like Corn Samosa, Corn Spring Roll, frozen corn etc and also engaged in distribution of food and beverage products of other manufactures. Currently, the company has its manufacturing unit at Vijayawada, Krishna Dist. in Andhra Pradesh with installed capacity of 1,80,00,000 pieces per annum

Financials (Standalone):

For the year ended* / As On	(Rs. crore)	
	31-03-2020	31-03-2021
	Audited	Audited
Total Operating Income	82.41	60.19
EBITDA	5.60	4.13
PAT	1.69	0.95
Total Debt	26.87	31.26
Tangible Net worth	26.55	27.50
EBITDA Margin (%)	6.80	6.86
PAT Margin (%)	2.05	1.57
Overall Gearing Ratio (x)	1.01	1.14

*Classification as per Infomerics' standards.

Status of non-cooperation with previous CRA: Nil

Any other information: Nil

Rating History for last three years:



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Sr. No.	Name of Instrument/Facilities	Current Rating (Year 2021-22)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2020-21	Date(s) & Rating(s) assigned in 2019-20	Date(s) & Rating(s) assigned in 2018-19
1	Cash Credit	Long Term	10.20	IVR BB; Issuer Not Cooperating*	IVR BB+ / Stable (Nov 20, 2020)	-	-
2	Term Loan	Long Term	14.00	IVR BB; Issuer Not Cooperating*	IVR BB+ / Stable (Nov 20, 2020)	-	-

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

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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. It is gradually gaining prominence in domestic rating and/or grading space. Infomerics is striving for positioning itself as the most companioned & 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.



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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 Fund Based Limits - Cash Credit	-	-	-	10.20	IVR BB; Issuer Not Cooperating*
Long Term Fund Based Limits – Term Loan	-	-	Mar 2028	14.00	IVR BB; Issuer Not Cooperating*

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

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

Annexure 3: Facility wise lender details: Not available

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