



Press Release

Tanvi Foods (India) Limited.

April 27, 2023

Ratings

Facilities	Amount (Rs. crore)	Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	24.20	IVR BB-/ Negative ISSUER NOT COOPERATING* (IVR Double B minus with Negative Outlook Issuer Not Cooperating)	Revised from IVR BB ISSUER NOT COOPERATING* and continued in ISSUER NOT COOPERATING category	Simple
Total	24.20 (INR 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 revision is because of lack of adequate information regarding Tanvi Foods (India) Limited 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 E-mail communications dated December 9, 2022, January 5, 2023, January 10, 2023, March 6, 2023, April 6, 2023, April 10, 2023, April 13, 2023, and April 19, 2023, and concurrently over several phone calls. However, despite



Press Release

repeated requests by Infomerics, the company's management has not submitted surveillance fees and all the essential details required for detailed review of the assigned ratings.

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 rating of the bank loan facilities aggregating to 24.20 crore of Tanvi Foods (India) Limited shall be continued to the 'ISSUER NOT COOPERATING' category by Infomerics and the ratings will be noted as 'IVR BB-/ Negative ISSUER NOT COOPERATING; Based on best available information (IVR Double B minus with Negative outlook 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 \(Non-Financial Sector\)](#)

[Criteria of Rating Outlook](#)

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)

	(Rs. Crore)	
For the year ended*/ INR. Crore	31-03-2021	31-03-2022
	Audited	Audited
Total Operating Income	60.19	79.96
EBITDA	4.13	4.54



Press Release

PAT	0.95	1.07
Total Debt	31.26	32.80
Tangible Net Worth	27.50	28.57
Ratios		
EBITDA Margin (%)	6.86	5.68
PAT Margin (%)	1.57	1.34
Overall Gearing Ratio (x)	1.14	1.15

* As per Infomerics Standard

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 2023-24)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2022-23	Date(s) & Rating(s) assigned in 2021-22 Feb 17, 2022	Date(s) & Rating(s) assigned in 2020-21 Nov 20, 2020
1.	Cash Credit	Long Term	10.20	IVR BB-/ Negative ISSUER NOT COOPERATING*	-	IVR BB ISSUER NOT COOPERATING *	IVR BB+/ Stable
2.	Term Loan	Long Term	14.00	IVR BB-/ Negative ISSUER NOT COOPERATING*	-	IVR BB ISSUER NOT COOPERATING *	IVR BB+/ Stable

* Issuer did not cooperate; based on best available information

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About Infomerics:



Press Release

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

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 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
Cash Credit	-	-	-	10.20	IVR BB-/ Negative ISSUER NOT COOPERATING*



Press Release

Term Loan	-	-	March 2028	14.00	IVR BB-/ Negative ISSUER NOT COOPERATING*
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**Issuer did not cooperate; based on best available information*

Annexure 2: Facility wise lender details: Not Applicable

Annexure 3: List of companies considered for consolidated analysis: Not Applicable

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

