Press Release

Carabao Foods Private Limited

September 17th, 2025

Rating

Sr. No.	Instrument/ Facility	Amount (INR Crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
1.	Long Term Bank Facilities	90.00 (Enhanced From Rs. 40.00 crore)	IVR B+ / Stable (IVR Single B plus with Stable Outlook)	IVR BB-/Stable (IVR Double B minus with Stable Outlook)	Downgraded	Simple
	Total	**90.00**	**(Rupees ninety crore only)**			

Details of Facilities/Instruments are in Annexure 1. Facility wise lender details are at Annexure 2. Detailed explanation of covenants is at Annexure 3.

Rating Rationale

Infomerics Ratings has downgraded its rating assigned to the bank facilities for the long-term facilities to IVR B+ with Stable outlook of Carabao Foods Private Limited (CFPL).

The rating has been downgraded due to project implementation risk with time overrun in project. The project, initially scheduled for completion by April 2025, has been delayed, with commercial operations now expected to commence from November 2025. The ratings continue to remain constrained by susceptibility to changes in government regulations. The rating however continues to draw comfort derived from the promoters' experience, the project's strategic locational advantage, and the likely growth in Indian buffalo meat exports.

The Stable outlook reflects a low likelihood of a rating change over the medium term. Infomerics Ratings believes that CFPL will continue to benefit from the experienced promoters in the same line of business and company is expected to maintain stable operational performance going forward.

IVR has principally relied on the standalone audited financial results of CFPL up to 31 March 2024 (refers to period April 1st, 2023, to Mar 31, 2024), Provisional results for FY2025 (refers to period April 1st, 2024, to Mar 31, 2025) and projected financials for FY2026 (refers to period

April 1st, 2025, to Mar 31, 2026) -FY2028 (refers to period April 1st, 2027, to Mar 31, 2028), and publicly available information/ clarifications provided by the company's management.

Key Rating Sensitivities:

Upward Rating Factor:

- Completion of project on timely basis without any cost and time overruns.

Downward Rating Factor:

- Significant delay in implementation of project with significant cost-overruns.
- Lower than expected operating performance leading to a significant decline in envisaged sales and margins.

Detailed Description of Key Rating Drivers

Key Rating Strengths: -

- **Experienced promoters**

Mr. Mohammad Asfand Akhtar and Ms. Amina are the key promoters of the company, having experience of more than a decade in related business activity. The company is under the flagship of OMEGA group of companies, which will help the company to establish its customers and suppliers in the initial phase of operations.

- **Strategic locational advantage:**

The company's plant is located at Mewat in Haryana, which facilities easy availability of raw material from nearby the region. The project site enjoyed good road connectivity.

- **Likely growth in Indian buffalo meat exports:**

Buffalo meat export market is expected to grow in the medium term due to competitive export pricing, a fast-growing urban population globally, an improvement in domestic transportation and storage practices, and the growing popularity of supermarkets. India is a leading buffalo meat exporter in the world due to high buffalo population and low domestic consumption.

Key Rating Weaknesses

- **Project implementation risk with time overrun**

The project is in the construction stage; therefore, project implementation risk prevails. Any delay in the commercial date of operation would adversely affect future revenue and cash accruals, therefore, remains a key rating driver over the medium term. As per the previous schedule the date of commencement of commercial operation starts from April'25, however there is a time overrun, project implementation is extended, and commercial operation will expect to start from November'25 and FY26 will be the first year of operations. Further, repayment will be start from Janaury'26.

- **Susceptibility to changes in Government regulations:**

Changes in government policies could directly affect sales and raw material supply, as there are stringent norms and quality standards for opening up of new slaughterhouses or capacity expansion of existing slaughterhouses. However, the policies that have affected illegal abattoirs have been positive for licensed abattoirs. But an adverse change in policy could impact business and hence profitability.

Analytical Approach: Standalone

Applicable Criteria:

Rating Methodology for Manufacturing Companies.
Financial Ratios & Interpretation (Non-Financial Sector).
Criteria for assigning Rating outlook.
Policy on Default Recognition
Complexity Level of Rated Instruments/Facilities

Liquidity: Adequate

CFPL's liquidity will be driven by the support from the promoters with timely infusion of liquidity as per the expected timeline and OMEGA group support. Currently. There is an infusion of share capital of Rs. 10.00 crore in FY25 is expected to remain adequate on account of current portion of long-term debt (CPLTD) of Rs 5.28 crore in FY26, as the commencement of operation starts from November'25. The company had projected to generate cash accrual of Rs. 17.42 crore in FY26 with cash and bank balance of Rs. 8.12 crore in FY26. Further, FY26 will be the first year of operations with projected current ratio stood at 1.17x as on 31st Mar'26.

About the Company

Carabao Foods Pvt Ltd (CFPL) is a private limited company established under Companies act 2013, on 19/04/2021 with two Directors namely Mr Mohammad Asfand Akhtar and Smt Amina.

Company is having its registered office at C-594, Defense Colony, Jajmau, Kanpur, Uttar Pradesh 208010.

CFPL is one of the Group companies of “Omega International” and “Omega Tannery Pvt Ltd” which are involved in export of processed and finished leather products for the past 20 years. Omega International and M/s Omega Tannery Pvt Ltd have established their outlets in the states of Uttar Pradesh, Delhi and exporter to many countries located across the Middle East, Asia, US & Europe.

CFPL envisages setting up of a modern Abattoir cum Meat Processing complex for processing of Buffalo meat for the export market. The project also envisages setting up of a rendering plant to process bones, fat and offal from the slaughtered animals and utilizing it for the production of value added as meat-bonemeal (MBM), Blood Meal & Tallow.

The proposed project has an Installed capacity of 210 MT/per day meat processing. To run the Slaughterhouse at 100% capacity utilization, an estimated 700 buffalos required per day. Further, the plant is located at Mewat Haryana, which is the prime location for supplies of buffaloes.

Financials (Standalone): - **(In Rs. Crore)**

For the year ended* As on	31-03-2024	31-03-2025
	Audited	Provisional
Total Operating Income	0.00	0.00
EBITDA	0.00	0.00
PAT	0.00	0.00
Total Debt	10.26	45.40
Tangible Net Worth	8.00	9.25
EBITDA Margin (%)	-	-
PAT Margin (%)	-	-
Overall Gearing Ratio (x)	1.28	4.91
Interest Coverage (x)	-	-

**Classification as per Infomerics' standards*

Details of non-co-operation with any other CRA: None.

Any other information: Not Applicable

Rating History for last three years:

Name of the Facility/ Instrument	Current Rating (Year: 2025-26)			Rating History for the past 3 years		
	Type	Amount	Rating	Date(s) & Rating(s) assigned in 2024-25	Date(s) & Rating(s) assigned in 2023-24	Date(s) & Rating(s) assigned in 2022-23
		(INR Crore)	(September 12, 2025)	(July 05, 2024)	(Mar 18, 2024)	(Feb 21, 2023)
Fund based bank facilities	Long Term	90.00 (Enhanced From Rs. 40.00 crore)	IVR B+; Stable Outlook (IVR Single B plus with Stable Outlook)	IVR BB-; Stable Outlook (IVR Double B Minus with Stable Outlook)	-	-

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About Infomerics:

Infomerics Valuation and Rating Ltd (Infomerics) [Formerly Infomerics Valuation and Rating Pvt. Ltd] was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI).

Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt instruments which helps corporates access to financial markets and provides investors credit ratings backed by in-depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks.

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

Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

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Annexure 1: Details of Facilities **(Rs. Crore)**

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility	Rating Assigned/ Outlook
Term Loan	-	-	July 2033	40.00	IVR B+ / Stable
Cash Credit – Proposed	-	-	-	50.00	IVR B+ / Stable

Annexure 2: Facility wise lender details:
https://www.infomerics.com/admin/prfiles/len-carabao-sep25.pdf

Annexure 3: Detailed explanation of covenants of the rated instrument/facilities: Not Applicable

Annexure 4: **List of companies considered for consolidated/Combined analysis:** 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 .