

March 20, 2024

MULA Sahakari Sakhar Karkhana Limited: Continues to remain under issuer Non-Cooperating category

Summary of rating action

Instrument^	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term / Short			[ICRA]B- (Stable); ISSUER NOT COOPERATING*/[ICRA]A4; ISSUER
Term-Fund Based-	90.00	90.00	NOT COOPERATING*; Rating continues to remain under 'Issuer
Cash Credit			Not Cooperating' category
Long Term / Short Term-Unallocated	10.00	10.00	[ICRA]B- (Stable); ISSUER NOT COOPERATING*/[ICRA]A4; ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Total	100.00	100.00	

^{*}Issuer did not cooperate; based on best available information.

Rationale

ICRA has kept the Long-Term and Short-Term ratings of MULA Sahakari Sakhar Karkhana Limited in the 'Issuer Not Cooperating' category. The ratings are denoted as "[ICRA]B- (Stable); ISSUER NOT COOPERATING/ [ICRA]A4; ISSUER NOT COOPERATING".

As part of its process and in accordance with its rating agreement with MULA Sahakari Sakhar Karkhana Limited, ICRA has been trying to seek information from the entity so as to monitor its performance Further, ICRA has been sending repeated reminders to the entity for payment of surveillance fee that became due. Despite multiple requests by ICRA, the entity's management has remained non-cooperative. In the absence of requisite information and in line with the aforesaid policy of ICRA, the rating has been continued to the "Issuer Not Cooperating" category. The rating is based on the best available information.

Please refer to the following link for the previous detailed rationale that captures Key rating drivers and their description, Liquidity position, Rating sensitivities, Key financial indicators: <u>Click here</u> ICRA is unable to provide the latest information because of non-cooperation by the entity.

Analytical approach

Analytical Approach	Comments		
	Policy in respect of non-cooperation by the rated entity		
Applicable Rating Methodologies	Corporate Credit Rating Methodology		
	Rating Methodology - Sugar		
Parent/Group Support	NA		
Consolidation/Standalone	Standalone		

About the company

Incorporated in 1970, Mula Sahakari Sakhar Karkhana Limited (MSSKL) is located in the Ahmednagar district of Maharashtra. The company has a sugar mill with a crushing capacity of 5,000 tonnes crushing per day (TCD). It has more than 17,000 cane producing members, with 87 villages under its command area. The sugar mill is also forward integrated with a distillery of 30

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[^]Instrument details are provided in Annexure-I



KLPD capacity and co-generation unit of 30 MW capacity. The company has recently incurred debt-funded brownfield capex to increase the capacity of distillery from 30KLPD to 45 KLPD, which will be available from SY2022.

Status of non-cooperation with previous CRA:

CRA	Status	Date of Release
CRISIL	CRISIL B (Stable); ISSUER NOT COOPERATING	April 26, 2023

Any other information: None

Rating history for past three years

		Current Rating (FY2024)			Chronology of Rating History for the past 3 years		
Instrum	ent Type	Amount Rated (Rs.	Amount Outstanding (Rs. Crore)	Date & Rating in	Date & Rating in FY2023	Date & Rating in FY2022	Date & Rating in FY2021
		Crore)		20-Mar-2024	23-Jan-2023	29-Oct-2021	01-Jul-2020
1 Cash Cred	Long Term/ Short Term	90.00	-	[ICRA]B- (Stable); ISSUER NOT COOPERATING/ [ICRA]A4; ISSUER NOT COOPERATING	[ICRA]B- (Stable); ISSUER NOT COOPERATING/ [ICRA]A4; ISSUER NOT COOPERATING	[ICRA]B- (Stable)/ [ICRA]A4;	[ICRA]B+ (Stable)/ [ICRA]A4;
2 Unallocat	Long Term/ Short Term	10.00	-	[ICRA]B- (Stable); ISSUER NOT COOPERATING/ [ICRA]A4; ISSUER NOT COOPERATING	[ICRA]B- (Stable); ISSUER NOT COOPERATING/ [ICRA]A4; ISSUER NOT COOPERATING	[ICRA]B- (Stable)/ [ICRA]A4;	-

Complexity level of the rated instrument

Instrument	Complexity Indicator		
Cash Credit	Simple		
Unallocated	Not Applicable		

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional, or legal aspects. Details on the complexity levels of the instruments, is available on ICRA's website: Click Here

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Annexure-I: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (RS Crore)	Current Rating and Outlook
NA	Cash Credit	-	-	-	90.00	[ICRA]B- (Stable); ISSUER NOT COOPERATING/ [ICRA]A4; ISSUER NOT COOPERATING
NA	Unallocated	-	-	-	10.00	[ICRA]B- (Stable); ISSUER NOT COOPERATING/ [ICRA]A4; ISSUER NOT COOPERATING

Source: MULA Sahakari Sakhar Karkhana Limited

Annexure-II: List of entities considered for consolidated analysis: Not Applicable

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About ICRA Limited:

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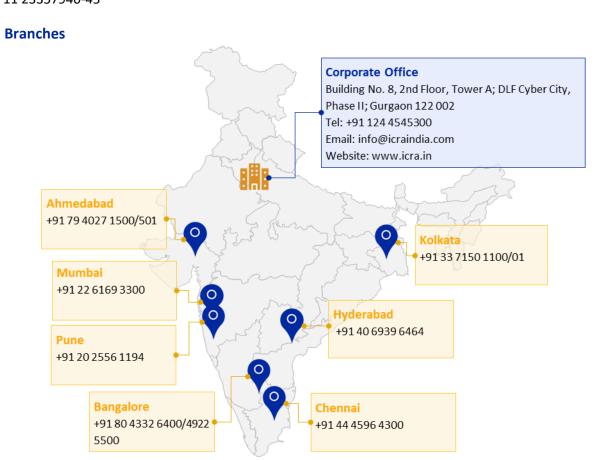


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