

May 28, 2024

K.P.R. Rice Mills: 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 fund-based – cash credit/EPC	25.00	25.00	[ICRA]BB-(Stable) ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Total	25.00	25.00	

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

[^]Instrument details are provided in Annexure-1

Rationale

ICRA has kept the ratings for the bank facilities of **K.P.R. Rice Mills** in the 'Issuer Not Cooperating' category. The rating is denoted as "[ICRA]BB-(Stable); ISSUER NOT COOPERATING".

As part of its process and in accordance with its rating agreement with **K.P.R. Rice Mills**, 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 moved 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 the Key rating drivers and their description, Key Financial Indicators, Liquidity position, Rating sensitivities: [Click here](#). ICRA is unable to provide the latest information because of non-cooperation by the entity.

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Policy in respect of Non-cooperation by a rated entity Corporate Credit Rating Methodology Rice Mills
Parent/Group support	Not Applicable
Consolidation/Standalone	The ratings are based on the standalone financial statements of the rated entity.

About the company

K.P.R. Rice Mills (KPRRM) was established in 1998 by Mr. Kovvuri Satyanarayana Reddy and is involved in the processing of paddy and produces raw, broken and boiled rice. The firm's processing unit is at Biccavolu Mandal, East Godavari district, Andhra Pradesh, with an installed capacity of 54,000 MTPA.

Status of non-cooperation with previous CRA: Brickwork Ratings, in its rationale published on K.P.R. Rice Mills on June 16, 2023, has downgraded long term ratings to BWR B-/Stable from BWR B/Stable and short term reaffirmed at BWR A4 and continued the ratings under 'Issuer Not Cooperating' category based on best available information.

Any other information: None

Rating history for past three years

Instrument	Type	Current Rating (FY2025)		Chronology of Rating History for the past 3 years			
		Amount Rated (Rs. crore)	Amount Outstanding as of March 31, 2024 (Rs. crore)	Date & Rating in FY2025	Date & Rating in FY2024	Date & Rating in FY2023	Date & rating in FY2022
				May 28, 2024	Nov 17, 2023	Mar 15, 2023	Feb 17, 2022
1 Cash Credit/EPC	Long term	25.00	-	[ICRA]BB-(Stable) ISSUER NOT COOPERATING	[ICRA]BB-(Stable) ISSUER NOT COOPERATING	[ICRA]BB-(Stable)	[ICRA]BB-(Stable)
2 Forward Cover	Long term	-	-	-	-		[ICRA]BB-(Stable)
3 Unallocated	Long term	-		-	-	-	[ICRA]BB-(Stable)

Complexity level of the rated instrument

Instrument	Complexity Indicator
Cash Credit/Export Packing Credit	Simple

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](#)

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/EPC	NA	NA	NA	25.00	[ICRA]BB- (Stable); ISSUER NOT COOPERATING

Source: Company

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

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About ICRA Limited:

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Branches



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