

KGS Sugar & Infra Corporation Limited

March 20, 2019

Summary of rating action

Instrument	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term, fund based - Cash credit	117.33	117.33	[ICRA]D; ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Long Term, fund based -Term loan	210.81	210.81	[ICRA]D; ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Short term, fund based	52.00	52.00	[ICRA]D; ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Long term/short term - unallocated	69.86	69.86	[ICRA]D/D; ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Total	450.00	450.00	

*Issuer did not co-operate; based on best available information.

Rationale

The rating for the Rs. 450.0-crore bank facilities of KGS Sugar & Infra Corporation Limited (KGS or the Company) continues to remain in the 'Issuer Not Cooperating' category. The rating is denoted as "[ICRA]D/D ISSUER NOT COOPERATING".

ICRA has been trying to seek information from the entity so as to monitor its performance, but despite repeated requests from ICRA, the entity's management has remained non-cooperative. The current rating action has been taken by ICRA on the basis of best available information on the issuer's performance. Accordingly, the lenders, investors and other market participants are advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the entity.

Analytical approach:

Analytical Approach	Comments
Applicable Rating Methodologies	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology
Parent/Group Support	Not Applicable
Consolidation / Standalone	Standalone Financials

About the company

KGS is involved in the manufacturing of sugar and its allied products. The company has a sugar plant with a capacity of 4,500 tonnes of crush per day (TCD), which is forward integrated with a power co-generation unit of 14 MW. KGS is also setting up a sugar refinery unit of 400 tonnes per day (TPD) capacity. Its manufacturing facilities are located at Niphad in Nashik district of Maharashtra. KGS began its sugar mill and co-generation operations in January 2015, while the sugar refinery was expected to commence operations from October 2016.

The previous detailed rating rationale is available on the following link: [Click here](#)

Key financial indicators: Not Applicable

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