

April 29, 2025

K.C.P. SUGAR AND INDUSTRIES CORPORATION LIMITED: Rating withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fixed Deposit Programme	89.27	89.27	[ICRA]A2+; Withdrawn
Total	89.27	89.27	

*Instrument details are provided in Annexure-I

Rationale

ICRA has withdrawn the ratings assigned to the fixed deposit programme of K.C.P. Sugar and Industries Corporation Limited (KCPSICL) at the request of the company, and in accordance with ICRA's policy on withdrawal of credit ratings. ICRA does not have information to suggest that the credit risk has changed since the time the rating was last reviewed.

The key rating drivers and their description, liquidity position and rating sensitivities have not been captured as the rated instruments are being withdrawn. The previous detailed rating rationale is available at the following link: [Click here](#).

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Corporate Credit Rating Methodology Policy on withdrawal of Credit Ratings Sugar
Parent/Group support	Not applicable
Consolidation/Standalone	ICRA has considered the consolidated financials of KCPSICL

About the company

K.C.P Sugars and Industries Corporation Limited (KCPSICL) has an integrated sugar plant in the Krishna district of Andhra Pradesh (AP), having a crushing capacity of 7,500 tonnes per day (TCD), along with a distillery capacity of 50 KLPD (kilo litres per day) and incidental co-generation capacity of 15 megawatt (MW). Other allied businesses consist of production of organic manure, mycorrhiza vam (1,400 TPA), and pharma grade calcium lactate (500 TPA). A 4,000-TCD sugar unit at Lakshmipuram, AP, was closed down in 2020 due to lower cane availability, and in its place the company started a black gram (urad dal) processing unit of 22,000 TPA in February 2023. KCPSICL also has an engineering unit at Thuvakudi, Trichy, Tamil Nadu.

KCPSICL is part of the KCP Group, which was founded by late Mr. V. Ramakrishna in 1941, who was an ICS. KCPSICL split from the flagship company of the Group, KCP Limited, and was incorporated as a separate entity in 1995 under late Mr. V.M. Rao (son of Mr. V. Ramakrishna and brother of late Mr V.L. Dutt –former Chairman, KCP Limited). Their sister, Smt. Rajeswary Ramakrishnan, is the chairman of Krishna Industrial Corporation Limited, which is into fertilisers and pesticides in AP. All the three entities have been operating independently of each other. K.C.P. Sugar and Industries Corporation Ltd has two subsidiary units, viz., The EIMCO K.C.P. Ltd. and KCP Sugars Agricultural Research Farms Ltd.

Key financial indicators

Consolidated	FY2023	FY2024	9MFY2025
Operating income	223.1	293.7	188.0
PAT	49.53	56.26	22.13
OPBDIT/OI	-1.2%	4.4%	-18.1%
PAT/OI	22.2%	19.2%	11.8%
Total outside liabilities/Tangible net worth (times)	0.7	0.5	-
Total debt/OPBDIT (times)	-69.2	11.9	-
Interest coverage (times)	-0.2	1.2	-4.9

Source: Company, ICRA Research; All ratios as per ICRA's calculations; Amount in Rs. Crore; PAT: Profit after tax; OPBDIT: Operating profit before depreciation, interest, taxes and amortisation

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument	Current (FY2026)			Chronology of rating history for the past 3 years					
	Type	Amount rated (Rs. crore)	Apr 29, 2025	FY2025		FY2024		FY2023	
				Date	Rating	Date	Rating	Date	Rating
Fixed deposit programme	Short term	89.27	[ICRA]A2+; Withdrawn	Oct 23, 2024	[ICRA]A2+; Put on notice of withdrawal for six months	Nov 06, 2023	[ICRA]A2+	-	-
				Sep 30, 2024	[ICRA]A2+	-	-	-	-
Fund Based Limits	Long term	-	-	Oct 23, 2024	[ICRA]BBB+ (Positive); Withdrawn	Nov 06, 2023	[ICRA]BBB+ (Stable)	-	-
				Sep 30, 2024	[ICRA]BBB+ (Positive)	-	-	-	-
Non-Fund Based Limits	Long term	-	-	Oct 23, 2024	[ICRA]BBB+ (Positive); Withdrawn	-	-	-	-
				Sep 30, 2024	[ICRA]BBB+ (Positive)	-	-	-	-
Unallocated Limits	Long term	-	-	Oct 23, 2024	[ICRA]BBB+ (Positive); Withdrawn	Nov 06, 2023	[ICRA]BBB+ (Stable)	-	-
				Sep 30, 2024	[ICRA]BBB+ (Positive)	-	-	-	-

Complexity level of the rated instruments

Instrument	Complexity Indicator
Fixed Deposit Programme	Very 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 are available on ICRA's website: [Click Here](#)

Annexure I: Instrument details

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Fixed Deposit Programme	NA	NA	NA	89.27	[ICRA]A2+; Withdrawn

Source: Company

Annexure II: List of entities considered for consolidated analysis

Company Name	KCPSICL Ownership	Consolidation Approach
The EIMCI K.C.P. Limited	100.00%	Full Consolidation
KCP Sugars Agricultural Research Farms Limited	100.00%	Full Consolidation

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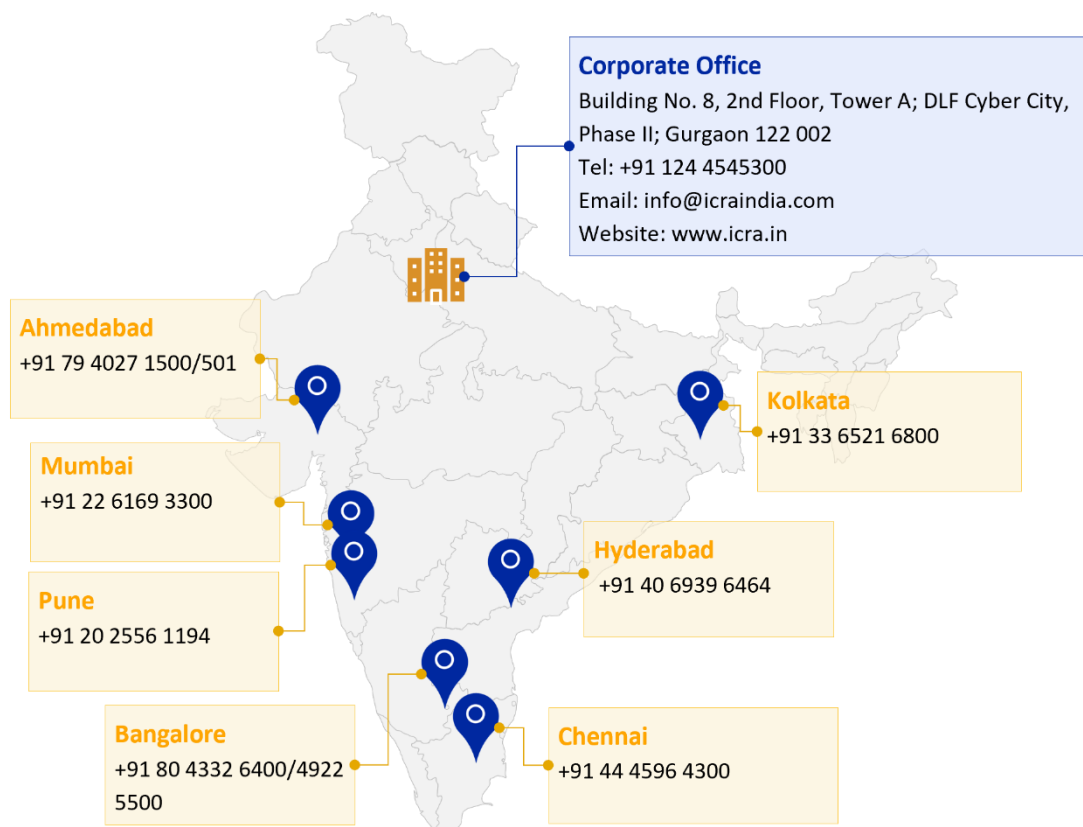


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