

September 23, 2025

KRBL Limited: Update on material event

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating outstanding
Long-term – Fund-based limits – Working Capital	1,875.00	1,875.00	[ICRA]AA(Stable)
Long-term – Unallocated	125.00	125.00	[ICRA]AA(Stable)
Short-term – Non-fund-based limits – LC / BG / Forward limit	145.00	145.00	[ICRA]A1+
Short-term – Unallocated	74.00	74.00	[ICRA]A1+
Commercial Paper^	500.00	500.00	[ICRA]A1+
Total	2,719.00	2,719.00	

*Instrument details are provided in Annexure I^carved out of working capital limits and proposed

Rationale

On September 9, 2025, KRBL Limited (KRBL, company) communicated to the exchanges regarding resignation of one of the independent directors, Mr. Anil Kumar Chaudhary effective September 08, 2025. In his resignation communication released to the exchanges by the company on September 13, 2025, Mr. Chaudhary included some observations pertaining to board processes, write offs of certain export receivables and usage of CSR funds.

Taking cognizance of the observations raised and as a matter of good corporate governance, separate meetings of independent directors and the board were convened at a shorter notice on Monday, September 15, 2025; with a view to follow the best corporate governance practices, the board and independent directors concurred to appoint an Independent reputed third-party firm to conduct a thorough review of the observations as soon as possible but not later than 30 days and present the report to the respective board committees. Following this, the respective board committees would deliberate on the report relating to their area of observations and submit recommendations, if any, to the board. Post above, KRBL arranged an investor call, where they stated clarifications on all matters raised by independent director in detail. As per management discussions and investor call, KRBL has stated that entity has full support of all board members, including the independent members. ICRA shall keep a close watch on the developments in this regard and its impact on KRBL's credit profile.

Please refer to the following link for the previous detailed rationale that captures Key rating drivers and their description, Liquidity position, Rating sensitivities: [Click here](#)

Analytical approach

Analytical approach	Comments
Applicable rating methodologies	Corporate Credit Rating Methodology Rice Mills
Parent/Group support	Not applicable
Consolidation/Standalone	For arriving at the ratings, ICRA has considered the consolidated financials of KRBL Limited. As on March 31, 2025, the company had three subsidiaries (including a step-down subsidiary; enlisted in Annexure-II)

About the company

KRBL was set up in 1993 by Mr. Anil K. Mittal, Mr. Anoop K. Gupta and Mr. Arun K. Gupta. The company is one of the largest integrated rice companies in India. The product portfolio of the company comprises brown rice, white rice, steamed rice,

parboiled rice, organic rice, chia seeds, bran oil etc. While KRBL deals in both basmati as well as non-basmati rice varieties, its major focus remains on milling basmati rice. KRBL has a strong presence in both domestic as well as international markets, where it is mainly present in the branded basmati segment. The brands of the company include India Gate, Doon and Nur Jahan, which cater to the premium basmati rice segment. The company has also increased its focus in the low-price basmati rice segment under a separate brand, Unity. The company has a total rice milling and processing capacity of more than 12 lakh MT.

Key financial indicators (audited)

Consolidated	FY2024	FY2025
Operating income	5,384.7	5,593.8
PAT	595.9	476.1
OPBDIT/OI	14.9%	12.1%
PAT/OI	11.1%	8.5%
Total outside liabilities/Tangible net worth (times)	0.2	0.2
Total debt/OPBDIT (times)	0.7	0.6
Interest coverage (times)	33.3	46.3

PAT: Profit after tax; OPBDIT: Operating profit before depreciation, interest, taxes and amortisation; Amount in Rs. crore

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Current rating (FY2026)				Chronology of rating history for the past 3 years					
				FY2025		FY2024		FY2023	
Instrument	Type	Amount rated (Rs crore)	23-Sep-25	Date	Rating	Date	Rating	Date	Rating
Fund Based-Cash Credit	Long Term	1,875.00	[ICRA]AA (Stable)	Dec 27, 2024	[ICRA]AA (Stable)	Nov 22, 2023	[ICRA]AA (Stable)	Nov 23, 2022	[ICRA]AA- (Stable)
				-	-	Feb 23, 2024	[ICRA]AA (Stable)	Feb 28, 2023	[ICRA]AA (Stable)
Unallocated-Unallocated	Long Term	125.00	[ICRA]AA (Stable)	Dec 27, 2024	[ICRA]AA (Stable)	Nov 22, 2023	[ICRA]AA (Stable)	Feb 28, 2023	[ICRA]AA (Stable)
				-	-	Feb 23, 2024	[ICRA]AA (Stable)	-	-
Non Fund Based- Others	Short Term	145.00	[ICRA]A1+	Dec 27, 2024	[ICRA]A1+	Nov 22, 2023	[ICRA]A1+	Nov 23, 2022	[ICRA]A1+

				-	-	Feb 23, 2024	[ICRA]A1+	Feb 28, 2023	[ICRA]A1+
Unallocated-Unallocated	Short Term	74.00	[ICRA]A1+	Dec 27, 2024	[ICRA]A1+	Nov 22, 2023	[ICRA]A1+	Feb 28, 2023	[ICRA]A1+
				-	-	Feb 23, 2024	[ICRA]A1+	-	-
Commercial Paper	Short Term	500.00	[ICRA]A1+	Dec 27, 2024	[ICRA]A1+	Nov 22, 2023	[ICRA]A1+	Nov 23, 2022	[ICRA]A1+
				-	-	Feb 23, 2024	[ICRA]A1+	Feb 28, 2023	[ICRA]A1+
Fund Based-Term Loan	Long Term			-	-	-	-	Nov 23, 2022	[ICRA]AA-(Stable)
Fund Based-Unallocated	Long Term			-	-	-	-	Nov 23, 2022	[ICRA]AA-(Stable)
				-	-	-	-	Feb 28, 2023	[ICRA]AA (Stable)
Non Fund Based-Unallocated	Short Term			-	-	-	-	Nov 23, 2022	[ICRA]A1+
				-	-	-	-	Feb 28, 2023	[ICRA]A1+

Complexity level of the rated instruments

Instrument	Complexity indicator
Long-term – Fund-based limits – Working Capital	Simple
Long-term – Unallocated	Not Applicable
Short-term – Non-fund-based limits – LC / BG / Forward limit	Very Simple
Short-term – Unallocated	Not Applicable
Commercial Paper	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	Long-term Fund-based limits – Working Capital	NA	NA	NA	1,875.00	[ICRA]AA(Stable)
NA	Long-term – Unallocated	NA	NA	NA	125.00	[ICRA]AA(Stable)
NA	Short-term – Non-fund-based limits – LC / BG / Forward limit	NA	NA	NA	145.00	[ICRA]A1+
NA	Short-term – Unallocated	NA	NA	NA	74.00	[ICRA]A1+
Yet to be placed	Commercial Paper [^]	NA	NA	NA	500.00	[ICRA]A1+

Source: Company[^] carved out of working capital limits and proposed

[Please click here to view details of lender-wise facilities rated by ICRA](#)

Annexure II: List of entities considered for consolidated analysis

Company Name	KRBL Ownership	Consolidation Approach
KB Exports Private Limited	70%	Full Consolidation
KRBL DMCC	100%	Full Consolidation
KRBL LLC [^]	100%	Full Consolidation

[^] Step-down subsidiary of KRBL DMCC

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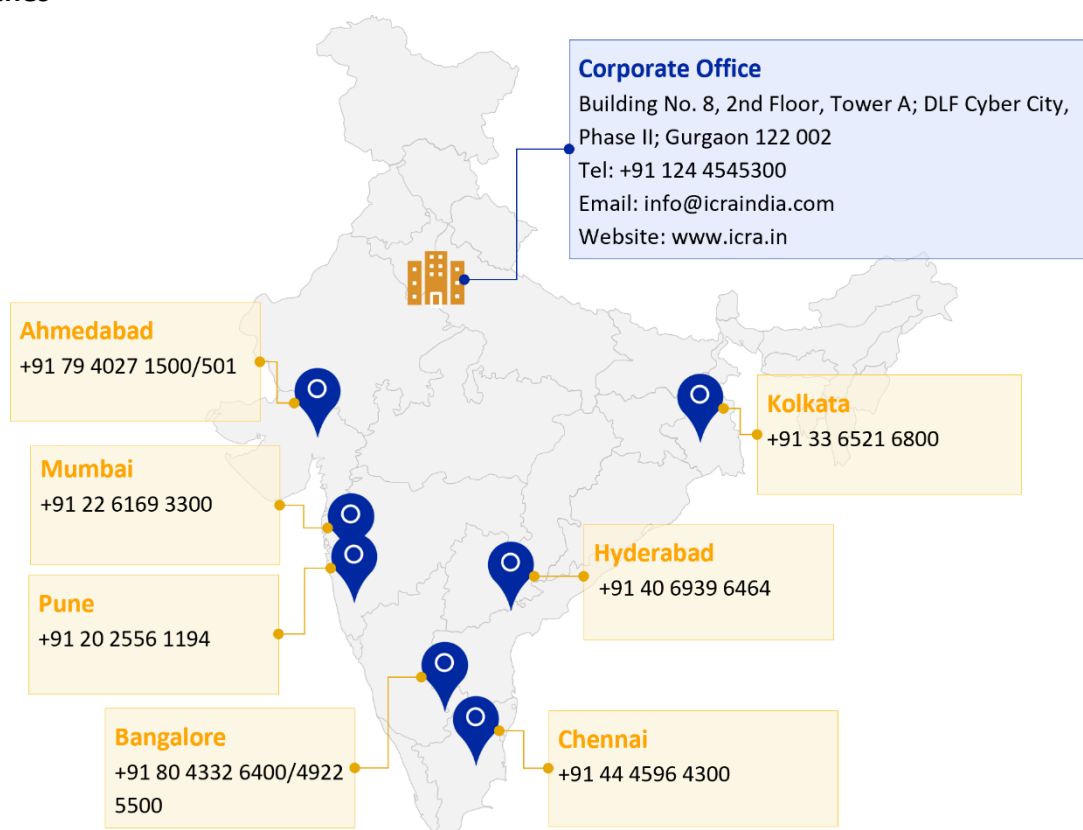
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