

February 20, 2020

The Malt Company (India) Private Limited: Continues to remain under Non-Cooperating category

Summary of rating action:

Instruments	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term – fund-based limits	19.75	19.75	[ICRA]B+(Stable); ISSUER NOT COOPERATING*; Continues to remain under the 'Issuer Not Cooperating' category
Short-term – Non-fund based limits	2.60	2.60	[ICRA]A4 ISSUER NON-COOPERATION*; Continues to remain under 'Issuer Not Cooperating' category
Unallocated limits	2.65	2.65	[ICRA]A4; ISSUER NOT COOPERATING*; Continues to remain under the 'Issuer Not Cooperating' category
Total	25.00	25.00	

*Issuer did not cooperate; based on best available information

Rationale

The ratings for the Rs.25.00 crore bank facilities of The Malt Company (India) Private Limited continue to remain under Issuer Not Cooperating category. The long-term rating is denoted as [ICRA]B+ (Stable) ISSUER NOT COOPERATING (pronounced ICRA B Plus Issuer not cooperating) with a Stable outlook and short-term rating is denoted as [ICRA]A4 ISSUER NOT COOPERATING (pronounced as ICRA A four Issuer not cooperating).

ICRA has been trying to seek information from the entity so as to monitor its performance, but despite repeated requests by ICRA, the entity's management has remained non-cooperative. The current rating action has been taken by ICRA basis dated information on the issuers' 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

About the company

MCIPL was established in 1970 by Mr. P.K. Jain to produce malt extract and barley malt. The malt extract is sold in two forms – liquid extract and malt extract powder. The company commenced operations at its facility at Khandsa (Gurgaon) and subsequently established two more units at Pataudi (Gurgaon) and Kashipur (Uttarakhand) in 2002 and 2010, respectively. With effect from April 2013, the company was demerged with the transfer of Pataudi and Kashipur units to the newly-formed company, PMV Maltings Private Limited. MCIPL retained the Khandsa unit, which has an installed capacity of 25,000 metric tonne per annum (MTPA) of Malt and 25,000 MTPA of liquid malt extract and 500 MTPA of Malt extract powder.

In FY2017, the company reported a loss after tax of Rs. 7.00 crore on operating income (OI) of Rs. 81.70 crore compared with a loss after tax of Rs. 5.18 crore on an OI of Rs. 69.51 crore in the previous year.

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

Status of non-cooperation with previous CRA

Not Applicable

Key financials(Audited)

	FY2018	FY2019
Operating Income (Rs. crore)	76.21	80.08
PAT (Rs. crore)	1.01	-4.71
OPBDIT/OI (%)	7.74%	0.73%
RoCE (%)	22.85%	0.23%
Total Outside Liabilities/Tangible Net Worth (times)	1.28	1.98
Total Debt/OPBDIT (times)	2.53	30.15
Interest Coverage (times)	1.34	0.12
DSCR	1.43	0.21

Source: MCA

Rating history for past three years

	Instrument	Rating (FY2020)				Rating History for the Past 3 Years			
		Type	Amount Rated	Amount Outstanding	Current Rating 20-Feb-2020	Earlier Rating 15-Jan-2020	FY2019 23-Aug-2018	FY2018 09-June-2017	FY2017
1	Cash Credit	Long Term	15.0	-	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable)	[ICRA]B+(Stable)	-
2	Term Loan	Long Term	4.75	-	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable)	[ICRA]B+(Stable)	-
3	Unallocated limits	Short Term	2.65	-	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4	[ICRA]A4	-
4	Non-fund based limit	Short Term	2.60	-	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4	[ICRA]A4	-

All figures in Rs. crore

Analyst Contacts

K. Ravichandran

+91 44 4596 4301

ravichandran@icraindia.com

Manish Ballabh

+91 124 4545 812

manish.ballabh@icraindia.com

Ankti Maheshwari

+91 033 7150 1189

ankit.maheshwari@icraindia.com

Satarupa Majumder

+91 033 71501151

satarupa.majumder@icraindia.com

Relationship Contact

Jayanta Chatterjee

+91 80 4332 6401

jayantac@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani

Tel: +91 124 4545 860

communications@icraindia.com

Helpline for business queries:

+91-9354738909 (open Monday to Friday, from 9:30 am to 6 pm)

info@icraindia.com

About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

For more information, visit www.icra.in

ICRA Limited

Corporate Office

Building No. 8, 2nd Floor, Tower A; DLF Cyber City, Phase II; Gurgaon 122 002

Tel: +91 124 4545300

Email: info@icraindia.com

Website: www.icra.in

Registered Office

1105, Kailash Building, 11th Floor; 26 Kasturba Gandhi Marg; New Delhi 110001

Tel: +91 11 23357940-50

Branches

Mumbai + (91 22) 24331046/53/62/74/86/87

Chennai + (91 44) 2434 0043/9659/8080, 2433 0724/ 3293/3294,

Kolkata + (91 33) 2287 8839 /2287 6617/ 2283 1411/ 2280 0008,

Bangalore + (91 80) 2559 7401/4049

Ahmedabad+ (91 79) 2658 4924/5049/2008

Hyderabad + (91 40) 2373 5061/7251

Pune + (91 20) 2556 0194/ 6606 9999

© Copyright, 2020 ICRA Limited. All Rights Reserved.

Contents may be used freely with due acknowledgement to ICRA.

ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance, which may lead to revision in ratings. An ICRA rating is a symbolic indicator of ICRA's current opinion on the relative capability of the issuer concerned to timely service debts and obligations, with reference to the instrument rated. Please visit our website www.icra.in or contact any ICRA office for the latest information on ICRA ratings outstanding. All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable, including the rated issuer. ICRA however has not conducted any audit of the rated issuer or of the information provided by it. While reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies may have provided services other than rating to the issuer rated. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents