

March 27, 2020

## Meghdoot Ginning & Pressing Industries Private Limited: Ratings continue to remain under Issuer Non-Cooperating category

### Summary of Rated Instrument:

Instrument	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund-based – Cash Credit	30.00	30.00	[ICRA]B (Stable); ISSUER NOT COOPERATING*;  Rating continues to remain under ‘Issuer Not Cooperating’ category
<b>Total</b>	<b>30.00</b>	<b>30.00</b>	

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

### Rationale

The rating for the bank facilities for Rs. 30.00 crore of Meghdoot Ginning & Pressing Industries Private Limited continues to remain under ‘Issuer Not Cooperating’ category. The rating is denoted as “[ICRA]B (Stable); 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 best available/dated/ limited 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	<a href="#">Policy in respect of non-cooperation by the rated entity</a> <a href="#">Corporate Credit Rating Methodology</a>
Parent/Group Support	Not Applicable
Consolidation / Standalone	Not Applicable

### About the company:

Meghdoot Ginning & Pressing Industries Private Limited was incorporated in 1999 by Mr. Bharat Shah, Mr. Anand Shah, Mr. Ajay Shah and the other family members. The company is engaged in the business of ginning and pressing of raw cotton with the capacity to manufacture around 200 bales<sup>1</sup> per day of cotton bales. The promoters of the company are also associated with other associate concerns namely PD Cotton Pvt. Ltd. and Shah Punamchand Devchand, which are involved in trading of cotton bales.

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

### Status of non-cooperation with previous CRA:

CRA	Rating	Date
India Ratings & Research	IND B+/A4 Issuer Not Cooperating; Reaffirmed	September 13, 2019

### Key financial indicators:

	FY2018	FY2019
Operating Income (Rs. crore)	42.3	163.9
PAT (Rs. crore)	0.5	0.4
OPBDITA/ OI (%)	0.8%	0.0%
RoCE (%)	3.9%	3.7%
Total Outside Liabilities/Tangible Net Worth (times)	4.0	2.7
Total Debt/OPBDITA (times)	116.1	-2029.4
Interest Coverage (times)	0.3	0.0
DSCR (excl. STD/prepayments)	1.6	1.6

Source: MCA

### Any other information: None

### Rating history for past three years

All figures in Rs. Crore

	Instrument	Current Rating (FY2020)			Rating History for the Past 3 Years				
		Type	Amount Rated	Amount Outstanding	Current Rating	FY2019	FY2018		FY2017
					27-Mar-2020	31-Dec-2018	13-Jun-2017	18-Apr-2017	-
1	Cash Credit	Long Term	30.00	-	[[ICRA]B (Stable); ISSUER NOT COOPERATING	[[ICRA]B (Stable); ISSUER NOT COOPERATING	[[ICRA]B (Stable)	[[ICRA]B (Stable) ISSUER NOT COOPERATING	-

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