

## Natraj Agro Private Limited

### Rating

| Facilities/<br>Instrument    | Amount<br>(Rs. in Million)                                                     | Rating <sup>1</sup>                                                                | Rating Action                                                                                                        |
|------------------------------|--------------------------------------------------------------------------------|------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------|
| Long Term Bank<br>Facilities | 1,245.00                                                                       | <b>CARE-NP D: ISSUER NOT<br/>COOPERATING*<br/>[D; ISSUER NOT<br/>COOPERATING*]</b> | <b>Revised from CARE-NP BB;<br/>Moved to Issuer Not<br/>Cooperating category and put<br/>on notice of withdrawal</b> |
| <b>Total Facilities</b>      | <b>1,245.00<br/>(One Thousand Two Hundred<br/>and Forty-Five Million Only)</b> |                                                                                    |                                                                                                                      |

CARE Ratings Nepal Limited (CRNL) has been seeking information from Natraj Agro Private Limited (NAPL) to monitor the ratings vide e-mail communications/ letters dated March 17, 2023, April 17, 2023, May 04, 2023 and June 02, 2023 along with numerous phone calls. However, despite our repeated requests, the company has not provided the requisite information for monitoring the ratings. In line with the extant Securities Board of Nepal (SEBON) guidelines, CRNL has reviewed the rating on the basis of the best available information which however, in CRNL's opinion is not sufficient to arrive at a fair rating. CRNL will monitor/watch the rating once for a minimum period of 6 months and notify the Securities Board of Nepal (SEBON) and public with regards to the withdrawal of rating. If after the monitoring of the rating there is no cooperation from the Client, CRNL may withdraw the rating.

The bank loan rating of NAPL will now be denoted as **CARE-NP D: ISSUER NOT COOPERATING\*, (Notice of withdrawal)**.

***Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating.***

### Detailed description of the key rating drivers

#### Delays in servicing of debt obligations

There have been instances of delays in servicing of debt obligations by NAPL. There has been mismatches between receipts (realization) vis-a-vis the debt repayment obligations which resulted in delays in debt servicing.

**Please refer for detailed rationale published in November 2022 on [www.careratingsnepal.com](http://www.careratingsnepal.com)**

### About the Company

NAPL is a private limited company incorporated on April 02, 2019 for trading of rice and other agro products like pulses, beans, flour, tea and trading of agro machinery like tillers, water pumps, spray pumps, and many other modern types of machinery depending on market demand. These agro foods product are sold in the market under the brand name 'Upakar'.

<sup>1</sup>Complete definitions of the ratings assigned are available at [www.careratingsnepal.com](http://www.careratingsnepal.com) and in other CRNL publications.

\*Issuer did not cooperate; based on best available information

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**About CARE Ratings:**

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Our parent company, CARE Ratings Limited commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI).

**Disclaimer**

CRNL's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CRNL has based its ratings on information obtained from sources believed by it to be accurate and reliable. CRNL does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CRNL have paid a credit rating fee, based on the amount and type of bank facilities/instruments.

In case of partnership/proprietary concerns, the rating assigned by CARE is, inter-alia, based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors. CARE is not responsible for any errors and states that it has no financial liability whatsoever to the users of CARE's rating.