



Press Release

Piccadily Agro Industries Limited

December 9, 2022

Ratings

Instrument/ Facility	Amount (Rs. crore)	Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	95.00	IVR BBB/ Stable (IVR triple B with Stable outlook)	Reaffirmed	Simple
Short Term Bank Facilities	5.00	IVR A3+ (IVR A three plus)	Reaffirmed	Simple
Total	100.00 (INR One hundred crore only)			

Details of Facilities are in Annexure 1

Detailed Rationale

The reaffirmation in the ratings assigned to the bank facilities of Piccadily Agro Industries Limited continues to take into account the experienced promoters and long track record of operations, proximity to sugar cane growing area and moderate recovery rate, diversified product portfolio, continuous scale up of operations with improvement in profitability, satisfactory financial risk profile and moderate working capital intensive nature of operations. The ratings, however, are constrained by susceptibility of operations to agro Climatic factors, exposure to risk related to government regulations and execution risks related to ongoing and future projects.

Key Rating Sensitivities:

Upward Factors

- Substantial and sustained growth in operating income and improvement in profitability
- Sustenance of the capital structure and improvement in debt protection metrics

Downward Factors