

RATING RATIONALE

25 Feb 2020

AB World Trade Pvt Ltd

Brickwork Ratings revises the ratings for the Bank Loan Facilities of ₹32.50 Crores of AB World Trade Pvt Ltd. based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (08 Feb 2019)**	Present
Fund Based - CC	2.50	2.50	Long Term	BWR BB Stable	BWR B+ Stable (Downgrade) Issuer Not Cooperating*
Non Fund Based LC/FLC	30.00	30.00	Short Term	BWR A4	BWR A4 Reaffirm Issuer not Cooperating*
Total	32.50	32.50	Rupees Thirty Two crores and Fifty Lakhs only		

Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

* Issuer did not cooperate, based on best available information.

**Rating not reviewed advisory issued on 03 Feb 2020

NATURE OF NON-COOPERATION

The rating was due for a review in Feb 2020. BWR took up with the issuer to provide required information over emails dated 13.01.2020 and 18.02.2020. Despite the best efforts of BWR to get at least the minimum required information for a review, the entity has not provided the same. In the absence of adequate information from the issuer/Company, BWR is unable to assess the issuer's/Company's financial performance and its ability to service its debt and maintain a valid rating.

LIMITATIONS OF THE RATING

Information availability risk is a key factor in the assessment of credit risk as generally, noncooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress.

COMPANY PROFILE (As available with BWR in Feb 2019)

AB World Trade Pvt Ltd (ABT) was incorporated in Feb 2013 at Bathinda, Punjab and commenced its business operations in November 2014. It is engaged in the trading of edible oil such as crude palm oil, soya bean oil, RBD (Refined, Bleached & Dried) etc. by importing the same from overseas market and selling in domestic market on high sea sale basis. The Company is promoted by Mr. Darshan Paul and Mrs. Sunita Goyal. Mostly family control business. The firm is a part of Homeland Group which comprises diversified businesses including real estate development, trading of edible oils, manufacturing of agro commodities and fertilizers & pesticides etc. Mostly family controlled business.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: NIL

RATING HISTORY

Instrument / Facilities	Current Rating			Rating History**		
	Tenure	Amount (₹ Cr)	Rating	10 Feb 2020	08 Feb 2019	2018
Cash Credit	Long Term	2.50	BWR B+ Stable (Downgrade) Issuer Not Cooperating*	Rating Not Reviewed	BWR BB (Stable)	-
LC/FLC	Short Term	30.00	BWR A4 Reaffirm Issuer Not Cooperating		BWR A4	
Total		32.50	INR Thirty Two crores and Fifty Lakhs Only			

*Issuer did not Cooperate. Based on the best available information.

**Initial rating done on 27th March 2015

ANNEXURE I

AB World Trade Pvt Ltd Details of Bank Facilities rated by BWR

Sl. No.	Name of the Bank	Type of Facilities	Long Term {(₹ Cr)}	Short Term {(₹ Cr)}	Total (₹ Cr)
1	Punjab National Bank, Bank Street Branch, Bathinda	Cash Credit	2.50	NIL	2.50
2		LC/FLC	NIL	30.00	30.00
TOTAL			2.50	30.00	32.50

Rupees Thirty Two crores and Fifty Lakhs Only

COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Short Term Debt](#)

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