

RATING RATIONALE

26 May 2020

ABans Finance Private Limited

Brickwork Ratings Revises the rating for the Bank Loan Facilities of ₹5.00 Crores of ABans Finance Private Limited based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (Jul 2017)	Present
Fund based	5.00	5.00	Long Term	BWR BB+ (Stable)	BWR B+ (Stable) Issuer Not Cooperating* Downgraded
Total	5.00	5.00	INR Five Crores Only		

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

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

Details of Bank facilities is provided in Annexure-I

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

Brickwork Ratings downgraded the rating for the bank loan facilities of ₹5.00 Crs of ABans Finance Private Limited to BWR B+ (Stable) Issuer Not Cooperating, based on best available information. BWR had rated the bank loan facilities of ABans Finance Private Limited in Jul 2017 and assigned BWR BB+ (Stable).

BWR took up with the issuer to provide required complete information over email. Despite the best efforts of BWR to get at least the minimum required information for a review, the Company has not provided the same. In the absence of adequate information from the issuer, BWR is unable to assess the issuer's financial performance and its ability to service its debt and maintain a valid rating. Hence on account of inadequate information and lack of management cooperation, BWR recommends placing the rating under the category of Issuer Not Cooperating.

The lenders/investors may note to exercise due caution while using the above ratings which mentions 'Issuer Not Cooperating' since the ratings lack any projections or forward looking component as it is arrived based on the best available information on the Company without any management/banker's interaction.

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.

KEY FINANCIAL INDICATORS

Key Parameters	Units	FY15	FY16
Result Type		Audited	Audited
Net Sales	In ₹ Crs	198.51	284.25
EBITDA	In ₹ Crs	30.74	37.12
Net Profit	In ₹ Crs	20.98	23.59
Tangible Net worth	In ₹ Crs	53.11	77.04
Total debt/TNW	Times	2.27	2.37
Current Ratio	Times	1.20	1.22

COMPANY PROFILE

ABans Finance Pvt. Ltd (AFPL) formerly known as Sofed Comtrade Private Ltd. Is a part of ABans Group of Companies with a registered office in Mumbai. AFPL is an NBFC registered with the RBI, in the category of non-acceptance of public deposits .They deal in the business of holding, investing & trading in the securities. The company also advances loan to other associate companies within the Abans Group.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: NA

RATING HISTORY FOR THE PREVIOUS THREE YEARS (including withdrawal and suspended)

Sr. No.	Name of Instrument	Facilities		Current Rating		Rating History		
		Type	Tenure	Amount (₹ Cr)	Rating	2019	2018	3.07.2017
1.	Bank Loan Facility	Fund Based	Long Term	5.00	BWR B+ (Stable) Issuer Not Cooperating	-	-	BWR BB+ (Stable)
Total				5.00	INR Five Crores Only			

COMPLEXITY LEVELS OF THE INSTRUMENTS

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

Hyperlink/Reference to applicable Criteria

Analytical Contacts	Investor and Media Relations
<p>Dimple Bhut Primary Analyst +91 80 4040 9940 Ext: 334 dimple.b@brickworkratings.com</p> <p>K Nagaraj [Assoc. Director– Ratings] +91 80 4040 9940 Ext: 372 nagaraj.ks@brickworkratings.com</p>	<p>Liena Thakur Assistant Vice President - Corporate Communications +91 84339 94686 liena.t@brickworkratings.com</p>



ANNEXURE I

ABans Finance Private Limited

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.	Yes Bank Ltd	Fund Based	5.00	-	5.00
TOTAL					5.00

Total INR Five Crores Only

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