RATING RATIONALE

15 Dec 2020

AJS Impex Pvt. Ltd.

Brickwork Ratings Revises the ratings for the Bank Loan Facilities of ₹ 447.69 Crores of AJS Impex Pvt. Ltd. (AJSIPL or the 'Company') based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (May 2019)	Present
Fund Based	105.19	105.19	Long Term	BWR BBB- (Stable)	BWR BB (Negative) (Downgraded) Issuer Not Cooperating*
Non Fund Based	342.50	342.50	Short Term	BWR A3	BWR A4 (Downgraded) Issuer Not Cooperating*
Total	447.69	447.69	INR Four Hundred Forty Seven Crores and Sixty Nine Lakhs 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: Downgraded and migrated to 'Issuer Not Cooperating' category

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

The rating was due for review. BWR took up with the issuer/borrower to provide required information over emails and through telephone calls. Despite the best efforts of Brickwork Ratings (BWR) to get at least the minimum required information for a review through email and telephone calls, the entity has not provided the same and remained non-co-operative. In the absence of adequate information from the issuer/borrower, BWR is unable to assess the issuer/borrower's financial performance and its ability to service its debt and maintain a valid rating. Not responding to information sought for review of rating shows management indifference to compliance and poor corporate governance.

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 (in (₹ Cr) [AS AVAILABLE WITH BWR]

Key Parameters	Units	FY18	FY19
Result Type		**Audited**	**Audited**
Operating Revenue	₹ Cr	1232.79	1270.80
EBITDA	₹ Cr	20.53	26.61
PAT	₹ Cr	3.11	2.97
Tangible Net worth	₹ Cr	125.48	128.44
Total Debt/Tangible Net worth	Times	0.49	0.91
Current Ratio	Times	1.32	1.30

COMPANY PROFILE

AJS Impex Pvt. Ltd. was incorporated dated 8May2006 as a private limited company in the name of Jaydev Steel Pvt. Ltd. Later on it changed its name to AJS Impex Pvt. Ltd. Originally, it was established in 1962 as a trading firm by Mr. Amlulakh B. Mehta. The Company has its registered office at Ahmedabad Street Carnac Bunder Mumbai. It is into the business of trading Iron and Steel products such as HR Plates, HR Coil, and HR Sheets. The Company procures its material from domestic suppliers as well as overseas markets such as China, Japan, Korea, Malaysia, Ukraine etc.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: NIL

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

Instrument / Facilities	Current Rating (2020)			Rating History (Rs. in Crs)								
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	29May2019			4Dec2017			26Jul2016		
Bank Loan Facility	FB - LT	105.19	BWR BB (Negative) Issuer Not Cooperating	FB-LT	105.19	BWR BBB- (Stable)	FB-LT	106.49	BWR BBB- (Stable)	FB-LT	100.00	BWR BBB- (Stable)
	NFB - ST	342.50	BWR A4 Issuer Not Cooperating	NFB-ST	342.50	BWR A3	NFB-ST	342.50	BWR A3	NFB-ST	350.00	BWR A3
Total		**447.69**	**INR Four Hundred Forty Seven Crores and Sixty Nine Lakhs Only**									

COMPLEXITY LEVELS OF THE INSTRUMENTS

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

Hyperlink/Reference to applicable Criteria

- General Criteria
- What Constitutes Non-Cooperation
- Short Term Debt

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