RATING RATIONALE

18 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 (Dec 2020)	Present
Fund Based	105.19	105.19	Long Term	BWR BB (Negative) Issuer Not Cooperating*	BWR D (Downgraded) Issuer Not Cooperating*
Non Fund Based	342.50	342.50	Short Term	BWR A4 Issuer Not Cooperating*	BWR D (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 to BWR D and continuing under 'Issuer Not Cooperating' Category

Please find below link of the rating rationale published by BWR dated 15Dec2020
https://www.brickworkratings.com/Admin/PressRelease/AJS-Impex-15Dec2020.pdf

Subsequent to the rating action as described in the above mentioned rationale, BWR has been advised by the lender to the Company that the accounts have been classified as SMA-2 and also there have been devolvement of LCs. Hence, the rating was revised to BWR D, and continued under Issuer Not Cooperating category.
At the time of the review of the rating dated 15Dec2020, the banker feedback was not available.

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	15Dec2020	29May2019	4Dec2017
Bank Loan Facility	FB - LT	105.19	BWR D Issuer Not Cooperating	FB-LT | 105.19 | BWR BB (Negative) Issuer Not Cooperating	FB-LT | 105.19 | BWR BBB- (Stable)	FB-LT | 106.49 | BWR BBB- (Stable)
	NFB - ST	342.50	BWR D Issuer Not Cooperating	NFB-ST | 342.50 | BWR A4 Issuer Not Cooperating	NFB-ST | 342.50 | BWR A3	NFB-ST | 342.50 | 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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ANNEXURE I

AJS Impex Pvt. Ltd.

Details of Bank Facilities rated by BWR [AS AVAILABLE WITH BWR]

Sl.No.	**Name of the Bank**	**Long Term [₹ Cr]**	**Short Term [₹ Cr]**	**Total [₹ Cr]**
1	Union Bank of India (Lead Bank)	25.00	100.00	125.00
2	Bank of India	12.50	37.50	50.00
3	Indian Overseas Bank	17.00	28.00	45.00
4	Central Bank of India	11.50	38.50	50.00
5	Oriental Bank of Commerce	5.00	15.00	20.00
6	Bank of Maharashtra	8.00	12.00	20.00
7	South Indian Bank	1.00	14.00	15.00
8	State Bank of India	8.50	25.00	33.50
9	TMB	2.50	12.50	15.00
10	Andhra Bank	4.00	25.00	29.00
11	IDBI	5.00	35.00	40.00
12	HDFC – Term Loan	5.19	-	5.19
TOTAL				**447.69**

Total Rupee Four Hundred Forty Seven Crores and Sixty Nine Lakhs only.

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