RATING RATIONALE **30 March 2021**

AMAR COLD STORAGE

Brickwork Ratings has reviewed the long term ratings for the bank loan facilities of ₹ 6.00 Crs. of Amar Cold Storage based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present		Previous (Jan, 2020)	Present
Fund Based Term Loan	6.00	**6.00**	**Long Term**	BWR B Stable	**BWR C Issuer Not Cooperating#**
Total	6.00	**6.00**	**INR Six Crores Only**		

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings
Issuer did not co-operate; based on best available information.
Details of Bank facilities is provided in Annexure-I

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

BWR downgraded the long term rating to BWR C for Amar Cold Storage based on the best available information as the Issuer did not Cooperate.

Initially BWR had rated Bank Loan facilities of Rs. 8.33 Crs (Fund based) of Amar Cold Storage on 31 March 2018. The rating assigned was a long term rating of BWR B Stable. The rating was further reaffirmed as BWR B Stable as on 02 January 2020. The rating was due for review in January 2021. BWR took up with the issuer/bank to provide required information over emails. 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. Users of the credit ratings should therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non-transparency and withholding of information required for a review of the rating.

KEY FINANCIAL INDICATORS (in (₹ Cr) [AS AVAILABLE WITH BWR in Jan 2020]

Key Parameters	Units	FY19	FY18
Result Type		**Audited**	**Audited**
Operating Revenues	Crs	1.73	1.84
EBIDTA	Crs	1.17	1.17
PAT	Crs	(0.63)	(0.65)
Tangible Net Worth	Crs	0.18	(0.48)
TOL/TNW	Times	40.66	(19.51)
Current Ratio	Times	2.19	0.79

COMPANY PROFILE [AS AVAILABLE WITH BWR in Jan 2020]

M/S Amar Cold Storage, a proprietorship firm started its commercial operation in the month of January 2017. It provides integrated controlled atmospheres & cold storage facilities to farmers. The firm is managed by Mr. Subhash Chandra Gupta and its storage plant is located at Jammu. .

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NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY : N.A

Rating History for the last three years (including withdrawal/suspended)

Instrument/Facilities	Current Rating (2021)			Rating History		
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	2020	2019	31 March 2018
Fund Based Term Loan	Long Term	6.00	BWR C Issuer Not Cooperating* Downgrade	BWR B Stable Reaffirmed	……..	BWR B Stable Assigned.
Total		5.00	INR Fifteen Crores Only			

^Issuer did not co-operate; based on best available information

***The Rating was moved to the Rating Not Reviewed category on 04 January 2021.**

***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

What Constitutes Non-Cooperation

Analytical Contacts	
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ANNEXURE I

Amar Cold Storage

Details of Bank Facilities rated by BWR

Sl.No.	Type of Facilities	Long Term/Short Term [₹ Cr]	Total[₹ Cr]
1	**Fund Based** Term Loan	**Long Term** **6.00**	**6.00**
TOTAL INR Six Crores Only			**6.00**

For print and digital media The Rating Rationale is sent to you for the sole purpose of dissemination through your print, digital or electronic media. While it may be used by you acknowledging credit to BWR, please do not change the wordings in the rationale to avoid conveying a meaning different from what was intended by BWR. BWR alone has the sole right of sharing (both direct and indirect) its rationales for consideration or otherwise through any print or electronic or digital media.

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etc. [hereafter referred to as “Instruments”]. BWR also rates NGOs, Educational Institutions, Hospitals, Real Estate Developers, Urban Local Bodies and Municipal Corporations.

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