

AMM Engineering Works

Brickwork Ratings has revised the Ratings for the Bank Loan facilities of ₹ 9.97 Crore of AMM Engineering Works based on best available information, as the issuer did not cooperate.

Particulars

Facilities	Amount (₹ Crores)		Tenure	Rating#	
	Previous	Present		Previous (September, 2019)	Present
Fund Based	7.97	7.97	Long Term	BWR B+ Downgrade Stable Issuer did not cooperate	BWR B Downgrade Stable Issuer did not cooperate
Non Fund Based	2.00	2.00	Short Term	BWR A4 Reaffirmed Issuer did not cooperate	BWR A4 Reaffirmed Issuer did not cooperate
Total	9.97	9.97	INR Nine Crores Ninety Seven 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 ACTION / OUTLOOK / NATURE OF NON-COOPERATION

Downgraded the long term rating to BWR B (Issuer not Cooperating) and reaffirm the short term rating at BWR A4 (Issuer not Cooperating) based on best available information as the issuer did not cooperate.

The rating was due for a review in September, 2019. BWR took up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of BWR to get the minimum required information for a review, the entity has not provided the same. In the absence of adequate information from the Company, BWR is unable to assess the Company's financial performance. Besides, No Default Statement has not been submitted by the client every month, despite follow up BWR has downgraded the rating to BWR B and reaffirm the short term rating at BWR A4 Issuer Not Cooperating.

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.

COMPANY PROFILE [As available on 26 September, 2019]

AMM Engineering Works is a Partnership firm established in 2008 and its unit is located at Village Moginand, Kala Amb. In Himachal Pradesh. The firm is having two separate units at separate premises. The Unit-I is located at Nahan Road and the Unit-II is located at Trilokpur 2 Road. Unit I manufactures plastic moulded components ,motor and assembly of mixer grinder for Blue Star, Whirlpool, Voltas, Maharaja Industries and Usha International. Unit II manufactures tanks for water coolers and supplies them to Blue Star and V-Guard Industries. Both the units are mainly OEMs to M/s Blue Star Ltd besides supply to some other customers for plastic moulded components. Mixer Grinder is assembled as OEM to M/s Usha International Limited. There are assured orders for the products manufactured by AMM Engineering works and as the firm deals with Blue chip companies, we do not face any issue in realisation of payments.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY

Not Available

RATING HISTORY FOR THE PREVIOUS THREE YEARS [including withdrawal and suspended]

Facilities	Current Rating (September, 2020)			Rating History		
	Type (Long Term/ Short Term)	Amount (₹ Cr)	Rating	Sept, 2019	2018	2017
Fund Based	Long Term	7.97	BWR B Stable Downgrade Issuer Not cooperating	BWR B+ Stable Downgraded Issuer Not Cooperating	-	-
Non Fund Based	Short Term	2.00	BWR A4 Reaffirmed Issuer did not cooperate	BWR A4 Reaffirmed Issuer did not cooperate		
Total		9.97	₹ Nine Crores and Ninety Seven Lakhs Only			

*Initial rating was assigned in Feb, 2016 as BWR BB-/A4

**Issuer did not cooperate; based on best available information

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

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ANNEXURE I-AMM Engineering Works

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.	State Bank of India	CC	6.75	-	6.75
2.		TL	1.22	-	1.22
3.		LC	2.00		2.00
TOTAL					9.97

Total Rupees Nine Crores and Ninety Seven Lakhs Only.



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.

About Brickwork Ratings : Brickwork Ratings (BWR), a Securities and Exchange Board of India [SEBI] registered Credit Rating Agency and accredited by Reserve Bank of India [RBI], offers credit ratings of Bank Loan, Non- convertible / convertible / partially convertible debentures and other capital market instruments and bonds, Commercial Paper, perpetual bonds, asset-backed and mortgage-backed securities, partial guarantees and other structured / credit enhanced debt instruments, Security Receipts, Securitisation Products, Municipal Bonds, etc. BWR has rated over 11,400 medium and large corporates and financial institutions' instruments. BWR has also rated NGOs, Educational Institutions, Hospitals, Real Estate Developers, Urban Local Bodies and Municipal Corporations. BWR has Canara Bank, a leading public sector bank, as one of the promoters and strategic partners. BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

DISCLAIMER Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented "as is" without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons.