



## Rating Rationale

03 May 2021

### AVYAKTT OILS PRIVATE LIMITED

Brickwork Ratings has reaffirmed the rating assigned to the bank loan facilities of Rs.6.46 crore of the Avyaktt Oils Private Limited based on best available information, as the company did not cooperate.

#### Particulars

Facilities <sup>#</sup>	Previous Rated Amount Rs. Crs	Present Rating Amount Rs. Crs	Tenure	Rating <sup>1</sup>	
				Previous Ratings <sup>^</sup>	Present Rating <sup>*</sup>
<b>Fund Based</b>	6.46	6.46	Long Term	BWR D Issuer Not Cooperating* Downgraded	<b>BWR D Issuer Not Cooperating* Reaffirm</b>
<b>Total</b>	<b>6.46</b>	<b>Rs. 6.46 Crore (Rupees Six Crores and Forty Six Lakhs Only)</b>			

*\*Issuer Not Cooperating: Based on best available information*

*1 Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings*

*#Note: Details of Bank facilities are provided in Annexure I*

#### RATING ACTION/OUTLOOK/NATURE OF NON-COOPERATION

In view of the non-availability of information and lack of cooperation from **Avyaktt Oils Private Limited**, Brickwork Ratings has reaffirmed the long term rating of '**BWR D**', along with continuation of the rating in the "**Issuer Not Cooperating**" category, based on best available information as the Issuer did not cooperate.

The lenders/investors may note to exercise due caution while using the above rating 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 without any management/banker's interaction.

The rating was due for a review in March 2021. BWR took up with the company to provide required information through telephone calls and letters. 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 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, non cooperation 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 company arising from its non-transparency withholding of information required for a review of the rating.

### About the Company per information available in August 2017

Avyakt Oils Private Limited was established in the year 2014 as a private limited company, located at West Godavari Dist, Andhra Pradesh. The company is engaged in manufacturing of edible oils( crude cottonseed oil, crude Palm oil and crude rice bran oil) and animal feed. Promoters of the Company are Mr.D.Satish Kumar, Ms. D. Hima Bindu and Mr. Chandra Sekhar.

### Key Financial Indicators

The company has not provided any financial information to BWR for the previous three fiscal

**Key Covenants of the facility rated:** The terms of sanction include standard covenants normally stipulated for such facilities.

**Status of non-cooperation with previous CRA – NA**

### RATING HISTORY FOR THE LAST THREE YEARS (Including Withdrawn/Suspended)

Sl. No.	Facilities	Current Ratings (2021)			Ratings History		
		Type	Amount (Rs. Cr)	Ratings^	(31.03.2020)	(2019)	(2018)
1	Fund Based	Long Term	6.46	BWR D Issuer Not Cooperating* Reaffirm	BWR D Issuer Not Cooperating* Downgraded	-	-
<b>Total</b>		<b>Rs. 6.46 Crore (Rupees. Six Crores and Forty Six Lakhs Only)</b>					

\* Issuer did not cooperate; Based on best available information

### Complexity Levels of the Instruments:

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

- General Criteria
- Approach to Financial Ratios
- Manufacturing Companies
- What Constitutes Non-Cooperation

For any other criteria obtain hyperlinks from website

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**Avyaktt Oils Private Limited**  
**ANNEXURE I**  
**Details of Bank Facilities rated by BWR**

Sl. No.	Type of Facilities	Long Term (Rs. Cr)	Short Term (Rs. Cr)	Total (Rs. Cr)
	<b>Fund Based</b>			
1	Cash Credit	2.75	-	2.75
2	Term Loan	1.46	-	1.46
3	Proposed Cash Credit	2.25	-	2.25
<b>TOTAL - Rupees Six Crores and Forty Six Only</b>				<b>6.46</b>



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