



## Rating Rationale

### Aaditya Ginning Mill

24 Nov 2020

Brickwork Ratings has revised the Rating for the Bank Loan facilities of ₹ 6.25 Crore of Aaditya Ginning Mill based on best available information, as the issuer did not cooperate.

#### Particulars:

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (Oct-2019)	Present
Fund Based	6.25	6.25	Long Term	BWR B+ (Stable) Issuer not cooperating	BWR B (Stable) [Downgraded] Issuer not cooperating *
<b>Total</b>	<b>6.25</b>	<b>6.25</b>	<b>INR Six Crores &amp; Twenty Five Lakhs Only</b>		

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

\* Issuer did not cooperate, based on best available information.

Details of Bank facilities are provided in Annexure-I&II

#### NATURE OF NON-COOPERATION

The rating was due for a review in **Oct-2020**. BWR took up with the client to provide the required information over emails and through telephone calls. 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/NDS (No Default Statements) from the Company on a regular basis, BWR is unable to assess the Company's financial performance and its ability to service its debt and maintain a valid rating.

Hence, on account of inadequate information and lack of management cooperation, Brickworks Ratings has downgraded the rating to BWR B(Stable) and categorized the ratings as "Issuer Not Cooperating".

#### 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 the required information for a review of the assigned rating may also be accompanied by financial stress. Users of the credit rating should, therefore, take into account the possible deterioration in the credit quality of the rated entity arising from its non-transparency and withholdings of the information required for a review of the rating.



**COMPANY PROFILE (Information as available in June-2018)**

Aditya Ginning Mill (AGM) is a partnership firm established in the year 2015 in Jamnagar, Gujarat. The firm is engaged in ginning and pressing of cotton. AGM procures raw cotton from local farmers and processes it to produce cotton bales and cotton seeds.

**NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: Not Applicable**

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

S.No	Facility	Current Rating (2020)^			Rating History		
		Type	Amount (₹ Crs)	Rating	31 Oct 2019#	4 June 2018	2017
1	Fund Based	Long Term	6.25	BWR B (Stable) [Downgraded] Issuer not cooperating *	BWR B+ (Stable) Issuer not cooperating	BWR B+ (Stable)	-
	<b>Total</b>		<b>6.25</b>	<b>INR Six Crores &amp; Twenty Five Lakhs Only</b>			

\* Issuer did not cooperate, based on best available information.

# The Rating not reviewed advisory issued on 5 Sep 2019.

**COMPLEXITY LEVELS OF THE INSTRUMENTS**

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

For any other criteria obtain hyperlinks from the website

- [General Criteria](#)
- [What constitutes Non-cooperation](#)

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*Aaditya Ginning Mill*

**ANNEXURE I**

**Details of Bank Facilities rated by BWR**

<b>Sl.No.</b>	<b>Name of the Bank</b>	<b>Type of Facilities</b>	<b>Long Term (₹ Cr)</b>
<b>1</b>	<b>Bank of India</b>	<b>Fund Based Cash Credit Term Loan</b>	<b>5.20 1.05</b>
		<b>Total</b>	<b>6.25</b>

**Total ₹ Six Crores & Twenty Five Lakhs Only**

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