

RATING RATIONALE

Aakarshit Ice & Cold Storage Ltd

Brickwork Ratings revises the ratings for the Bank Loan Facilities of ₹12.49 Crores of M/s Aakarshit Ice & Cold Storage Ltd based on best available information, as the issuer did not cooperate.

Particulars:

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (May, 2020)	Present
Fund Based					
Term Loan-o/s	2.99	2.99	Long Term	BWR C (Downgraded) “Issuer Not Cooperating”*	BWR C- (Downgraded) “Issuer Not Cooperating”*
Overdraft	9.50	9.50			
Total	12.49	12.49	Rs. Twelve Crores and Forty 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 ACTION / OUTLOOK / NATURE OF NON-COOPERATION

Downgraded the long-term rating at BWR C-/ Issuer not cooperating based on best available information as the Issuer did not cooperate.

The initial rating was done on 01st Oct, 2018 with the rating as BWR B- (Stable). Then the rating became due for review on 01st Oct, 2019. Subsequently on 06th May, 2020 the long term rating was downgraded at BWR C under Issuer Not Cooperating category. BWR took up with the issuer/ bank to provide required information over emails. Despite the best efforts of BWR to get the minimum required information for a review, the company has not provided the same and no feedback was received from the Bank. The company has also not provided the NDS from May, 2020. In the absence of adequate information from the company, 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.

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

Key Parameters	Units	FY17	FY18
Result Type		Audited	Audited
Total Operating Income	Crores	25.16	25.46
OPBDIT	Crores	2.07	3.19
PAT	Crores	0.75	1.09
Tangible Net worth	Crores	3.46	5.55
Total Debt/TNW	Times	3.94	2.19
Current Ratio	Times	1.15	1.29

COMPANY PROFILE (as available with BWR)

Aakarshit Ice and Cold Storage Ltd (“Company” or “AICSPL”) was incorporated in 1997, situated in Indore, MP. The company is promoted by Mr. M. S. Madaan and Mr. Naveen Madaan. AICSPL’s main line of business is Cold Storage Facility; they also trade in agricultural commodities like potato, carrot, chana and jaggery. The storage capacity is 22000 MT, the company undertook a capacity expansion of 5100 MT, the project completed in January 2018.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: CRISIL B+/Stable; Issuer not cooperating dated 26Feb, 2021

RATING HISTORY FOR THE LAST THREE YEARS (INCLUDING WITHDRAWAL AND SUSPENDED)

Instrument / Facilities	Current Rating (2021)			Rating History		
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	2020	2019	2018
Fund Based						
Term Loan-o/s	Long Term	2.99	BWR C- (Downgraded) “Issuer Not Cooperating”*	BWR C (Downgraded) “Issuer Not Cooperating”*	-	BWR B- (Stable) Assigned
Overdraft		9.50				
Total		12.49	INR Twelve Crores and Forty Nine Lakhs Only			

*Issuer not cooperating 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

Aakarshit Ice & Cold Storage Ltd

Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank/ Lender	Type of Facilities	Short Term [₹ Cr]	Long Term [₹ Cr]	Total [₹ Cr]
1.	Punjab National Bank	Fund Based			
		Term Loan-o/s		2.99	2.99
		Overdraft	-	9.50	9.50
2.	Punjab National Bank	Non Fund Based	-	-	-
TOTAL					12.49
Total Rupees Twelve Crores and Forty Nine Lakhs Only					



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