



Rating Rationale

Aakash Agrotech Pvt. Ltd.

9Jan2019

Brickwork Ratings withdraws the ratings for the Bank Loan Facilities of ₹. 12.50 Crores of Aakash Agrotech Pvt. Ltd..

Particulars

Facility	Amount (₹ Crs)		Tenure	Rating*	
	Previous	Present [^]		Previous (Oct, 2017)	Present
Fund based	12.50	12.50	Long Term	Issuer did not Cooperate; BWR B- (Pronounced as BWR Single B Minus) (Outlook Stable)	Reaffirmation and Simultaneous Withdrawal of Rating BWR B- (Pronounced as BWR Single B Minus) (Outlook Stable)
Total	12.50	12.50	INR Twelve Crores Fifty Lakhs Only		

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

[^] as per last known information.

Ratings: Reaffirmation and simultaneously withdrawal

Aakash Agrotech Pvt Ltd (AAPL or “the company”) was last rated on 3rd December, 2013 by BWR and was due for review in March, 2015. However, despite close follow-up, the company did not provide any business, financial, etc. information to complete the review process. In the absence of receipt of required information for review, rating was placed under “Issuer did Not Cooperate” in October 2017.

Continued follow-up with **Aakash Agrotech Pvt Ltd** has not resulted in any information flow and as such, review of rating has not been possible.

Considering the lack of developments and based on publicly available information, Brickwork ratings has reaffirmed the rating as mentioned above and simultaneously withdrawn the same as per the withdrawal policy of Brickwork Ratings. The reaffirmation is not supported by updated business and financial data, therefore the rating may not reflect the present position of the bank loan exposure of the



company, as information availability risk is a key factor in the assessment of credit risk.

About the Company

Established in the year 2012, Aakash Agrotech Private Limited (AAPL) is a private limited Company incorporated in Haryana, having its manufacturing facilities in Karnal in the state of Haryana. The land for the same is spread across 9 acres taken on lease from the directors of the Company for 25 years. The Company is primarily engaged in the manufacturing, processing and trading of rice produced from paddy. AAPL produces boiled rice and is mainly focused on domestic sales of rice. The rice mill has an installed milling capacity of 12 MT/year. The Company also derives income from sales of by products like rice bran and foke, however the sale of rice alone contributed to around 95% of the total revenues in FY 13. As the mill is located in a major paddy growing region, most of the paddy requirement is met locally from the farmers through agents. AAPL procures paddy from mandis of Haryana, UP etc. The procurement season is generally from October to March however, there is arrangement to procure the paddy from agents who store the paddy round the year.

Rating History for the last three years

S.No	Facility	Current Rating (2019)			Rating History			
		Type	Amount (₹ Crs)	Rating	2018	30.10.2017	12.10.2016	2015
1.	Fund Based	Long Term	12.50	Reaffirmation and Simultaneous Withdrawal of Rating BWR B- (Pronounced as BWR Single B Minus) (Outlook Stable)	Not rated	Issuer did not Cooperate; BWR B- (Pronounced as BWR Single B Minus) (Outlook Stable)	Rating not Reviewed	Not Rated
Total			12.50	₹ Twelve Crores Fifty Lakhs Only				

Initial Ratings done on 3.12.2013 and rating of BWR B- (Outlook: Stable) was assigned

Status of non-cooperation with previous CRA- Not to our knowledge

Any other information- Nil

Key Financial Indicators

Key Parameters	Units	2013	2012
Result Type		Audited	Audited
Operating Revenue	₹ Crs	26.01	Nil
EBITDA	₹ Crs	2.45	Nil
PAT	₹ Crs	0.28	Nil
Tangible Net worth	₹ Crs	1.01	0.54
Total Debt/Tangible Net worth	Times	12.66	2.31
Current Ratio	Times	1.04	0.49

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Infrastructure Sector](#)
- [Short Term Debt](#)

For any other criteria obtain hyperlinks from website

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For print and digital media

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Note on complexity levels of the rated instrument:

BWR complexity levels are meant for educating investors. The BWR complexity levels are available at www.brickworkratings.com/download/ComplexityLevels.pdf Investors queries can be sent to info@brickworkratings.com.

About Brickwork Ratings

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a leading public sector bank, as its promoter and strategic partner.

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

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