

RATING RATIONALE

Aarkee Extrusion Pvt Ltd

4 Dec 2019

Brickwork Ratings revises the ratings for the Bank Loan Facilities of ₹ 7.00 Crores of Aarkee Extrusion Pvt. Ltd. based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#		
	Previous	Present		Previous (March 2017)	Previous (Aug 2018)	Present
Fund based Cash Credit Cum ODBD	4.00	4.00	Long Term	BWR B+ Stable	Rating Not Reviewed	BWR B Stable (Downgraded) Issuer Not Cooperating*
Non Fund Based-Letter of Credit -Inland	3.00	3.00	Short Term	BWR A4		BWR A4 Reaffirmed Issuer Not Cooperating*
Total	7.00	7.00		INR Seven Crores 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 /NATURE OF NON-COOPERATION

The long term rating of the Bank Loan Facilities of the company has been downgraded to BWR B(Stable) from BWR B+(Stable) and the short term rating has been reaffirmed at BWR A4, based on the best available information, as the client has not submitted any information for ascertaining the financial risk profile/performance of the company and we have moved the rating under “Issuer Not Cooperating” category.

The rating was due for a review. BWR took up with the issuer to provide required information over emails dated 26/9/19, 4/11/19, 14/11/19, 25/11/19 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 from the issuer/Company, BWR is unable to assess the issuer's/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 revised the rating of bank loan facilities as

BWR B(Stable)/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 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.

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

Key Parameters	Units	FY 2016	FY 2015
Result Type		Audited	Audited
Net Sales/Revenues	₹ Cr	18.07	16.64
EBITDA	₹ Cr	1.10	1.05
PAT	₹ Cr	0.13	0.14
Tangible Net Worth	₹ Cr	2.54	2.39
Total Debt /TNW	Times	3.07	2.62
Current Ratio	Times	1.36	1.25

COMPANY PROFILE (Information as on 2017)

Aarkee Extrusion Pvt Ltd (AEPL) established in 2007 at Vadodara (Gujarat, India) engaged in manufacturing and supplying an extensive range of Architectural Profiles, Aluminium Extrusion Plant & Machinery, Industrial Profiles and Structural Profiles, etc. The products offered by Company comprises of Aluminium Profile, Rectangular Tube, Handle Section, Door Section, Partition Section, etc. These products are manufactured in accordance with the set market norms using quality raw material and latest technology under the guidance of skilled professionals. he raw material which is used to manufacture these products is procured from certified vendors of the industry in compliance with the set international quality standards. These products are widely acclaimed for their fine finish, high tensile strength and high durability.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY :NIL

RATING HISTORY

Facility	Current Rating			Rating History	
	Tenure	Amount	Rating	Previous (Aug 2018)	Previous (March 2017)
Fund Based	Long Term	4.00	BWR B Stable (Downgraded) Issuer Not Cooperating*	Rating Not Reviewed	BWR B+ Stable
Non Fund Based	Short Term	3.00	BWR A4 Reaffirmed Issuer Not Cooperating*		BWR A4
Total		7.00	INR Seven Crores only		

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](#)

For any other criteria obtain [hyperlinks](#) from website

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ANNEXURE I

Aarkee Extrusion Pvt. Ltd. **Details of Bank Facilities rated by BWR**

Sr.No.	Name of the Bank	Type of Facilities	Tenure	Total [₹ Cr]
1	Central Bank of India	Cash Credit cum ODBD	Fund Based-Long Term	4.00
		Letter of Credit-Inland	Non Fund based-Short Term	3.00
TOTAL				7.00

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