



RATING RATIONALE

9 Mar 2021

Aarti Traders

Brickwork Ratings downgrades the long term rating for the Bank Loan Facilities of ₹ 6.00 Crores of Aarti Traders based on best available information, as the Issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (March, 2020)	Present
Fund Based	6.00	6.00	Long Term	BWR B+ (Stable) Issuer Not Cooperating*	BWR B- (Stable) (Downgraded) Issuer Not Cooperating*
Total	6.00	6.00	INR Six Crores Only		

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

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

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

Brickwork Ratings downgrades the long term rating to BWR B- (Stable); Issuer not Cooperating for the Bank Loan Facilities of Aarti Traders amounting to ₹ 6.00 Crores, based on the best available information as the firm has not provided any information/papers.

Brickwork Ratings had initially rated Aarti Traders' bank loan facilities amounting to Rs. 6.25 Crores in July 2013. The rating assigned was BWR B (Stable)/A4. In June 2015, the long term rating was upgraded to BWR B+ (Stable) and the short term rating was withdrawn. In December 2016, the firm was categorised under "Rating not Reviewed", on account of the required information not being provided. Subsequently on account of the required information not being provided, the firm was moved to Issuer not Cooperating in March 2020 and was reaffirmed at BWR B+ (Stable).

BWR took up with the firm to provide required information for conducting a review of the ratings through emails and calls dated 20th November, 11th, 15th December 2020, 8th, 22nd January, 1st, 9th February and 2nd March 2021. Despite the best efforts of BWR to get at least the minimum required information for a review, the firm has not provided the same. As per telephonic conversation dated 8th and 22nd January 2021, the client has informed us that they are not willing to provide the required information/documents. BWR reached out to the banker dated 1st, 9th February and 2nd March 2021, but received no response. Due to the continued lack of management cooperation and in the absence of adequate information from the Firm, BWR is unable to assess the Firm's ability to service its debt and maintain a valid rating. Hence, based on best available information, Brickwork Ratings has downgraded the long term rating to BWR B- (Stable); ISSUER NOT COOPERATING* category.

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.

KEY FINANCIAL INDICATORS (in ₹ Cr) [As Available with BWR]

Key Parameters	Units	FY 14
Result Type		Audited
Operating Revenue	₹ Cr	36.96
EBITDA	₹ Cr	1.32
PAT	₹ Cr	0.51
Tangible Net Worth	₹ Cr	2.71
Total Debt/Tangible Net Worth	Times	3.14
Current Ratio	Times	1.66

COMPANY PROFILE (Information as available in June, 2015)

Aarti Traders is a proprietary firm started in 1992 by Suresh Keswani. The firm is located in Thane, Maharashtra. It is primarily involved in manufacture of finished fabric, which involves conversion of plain cloth to grey fabric, stitching on the embroidery, dying and finally packaging. The Firm is managed by Mr. Suresh Keswani who has over 20 years of experience in the current line of business. It procures the raw material and sells it to retail customers in and around Thane.

NON-COOPERATION WITH PREVIOUS RATING AGENCY: N/A

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

Instrument / Facilities	Current Rating			Rating History For The Previous Three Years [including withdrawal and suspended]		
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	2020	2019	2018
Fund Based	Long Term	6.00	BWR B- (Stable) [Downgraded] Issuer Not Cooperating*	BWR B+ (Stable) Issuer Not Cooperating*	-	-
Total		6.00	INR Six Crores Only			

* Issuer did not cooperate. 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

Aarti Traders

Details of Bank Facilities rated by BWR

Sl.No.	Type of Facilities	Type	Tenure	Total [₹ Cr]
1)	Cash Credit	Fund Based	Long Term	6.00
TOTAL				6.00



For print and digital media

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