

## RATING RATIONALE

22 Sep 2020

### Activcarb

**Brickwork Ratings downgrades the long term ratings and reaffirms the short term ratings for the Bank Loan Facilities of ₹11.75 Crores of Activcarb based on best available information, as the issuer did not cooperate.**

#### Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous Jul 2018	Present
Fund based	11.25	11.25	Long Term	BWR B+ (Stable) Issuer Not Cooperating *	BWR B (Stable) (Downgrade) Issuer Not Cooperating*
Non-Fund based	0.50	0.50	Short Term	BWR A4 Issuer Not Cooperating *	BWR A4 (Reaffirm) Issuer Not Cooperating*
<b>Total</b>	<b>11.75</b>	<b>11.75</b>	<b>INR Eleven Crores and Seventy Five Lakhs Only</b>		

# Please refer to BWR website [www.brickworkratings.com/](http://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&II

#### RATING ACTION

In view of the non-availability of the information and lack of cooperation from the issuer, Brickwork Ratings has downgraded the rating to ‘BWR B/Stable/A4, Issuer Not Cooperating’, for the bank loan facilities amounting to Rs. 11.75 Crores of M/s.Activcarb.

#### OUTLOOK / NATURE OF NON-COOPERATION

The rating was due for a review in July, 2019. BWR took up with the issuer to provide 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 firm has not provided the same. In the absence of adequate information from the firm, BWR is unable to assess the firm’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, BWR recommends continuing the rating under Issuer Non Cooperating category and has further revised the rating of the Bank Loan Facilities of the firm to BWR B/Stable/A4.

### 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

The firm has not provided any financial information to BWR for more than three years.

### COMPANY PROFILE

Activcarb is a partnership firm established in 2015 at Tirupur, Tamilnadu. The firm is engaged in manufacturing and marketing of activated carbons that are derived from Coconut shell.

**NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: NA**

### RATING HISTORY FOR THE LAST 3 YEARS (including withdrawn and suspended)

Facilities	Current Rating (2020)			Rating History		
	Tenure	Amount (₹ Cr)	Rating	2019	Jul, 2018	Jan, 2017
Fund Based	Long Term	11.25	BWR B (Stable) (Downgrade) Issuer Not Cooperating *	-	BWR B+ (Stable) Issuer Not Cooperating *	BWR B+ (Stable)
Non-Fund Based	Short Term	0.50	BWR A4 (Reaffirm) Issuer Not Cooperating *	-	BWR A4 Issuer Not Cooperating *	BWR A4
<b>Total</b>		11.75	INR Eleven Crores and Seventy Five Lakhs Only			

## COMPLEXITY LEVELS OF THE INSTRUMENTS

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

### Hyperlink/Reference to applicable Criteria

- [Approach to Financial Ratios](#)
- [General Criteria](#)

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## ANNEXURE I

Activcarb

### Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
1.	Canara Bank	Term Loan	6.75	-	6.75
2.		OCC/ODBD/PC/PC FC/FBD/FBE/BRD	4.50	-	4.50
3.		PC/PCFC	-	(2.00)	(2.00)
4.		Bank Guarantee	-	0.50	0.50
5.		Letter of	-	(0.30)	(0.30)
<b>TOTAL</b>					11.75

**Total Rupees Eleven Crores and Seventy Five Lakhs only.**



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**DISCLAIMER** Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented "as is" without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons.