

RATING RATIONALE

Active Tools Pvt. Ltd.

Brickwork Ratings revises the Long Term and the short term ratings for the Bank Loan Facilities of ₹ 17.00 Crores of Active Tools Pvt. Ltd. based on the best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (Sep, 2018)	Present
Fund Based Term Loan Cash Credit (sub-limit of Export credit limit)	5.00 (1.00)	5.00 (1.00)	Long Term	BWR BB-/Stable [Assigned]	BWR D [Downgraded] Issuer Not Cooperating*
Fund Based Export Credit Limit	12.00	12.00	Short Term	BWR A4+ [Assigned]	BWR D [Downgraded] Issuer Not Cooperating*
Total	17.00	17.00	INR Seventeen 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 provided in Annexure-I

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

The long term rating and the short term rating of the Bank Loan Facilities of the firm has been downgraded to BWR D under the ‘Issuer Not Cooperating’ category.

BWR had initially assigned rating of BWR BB-(Stable)/ BWR A4+ for the bank loan facilities on 28 Sep’ 2018 . The rating was due for review in Sep’ 2019. BWR took up with the issuer consistently to provide required information over emails apart from telephonic communication. Monthly No Default Statement (NDS) is also not being submitted by the client. Further, as we are unable to reach the bankers, conduct of account is not available .

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 firm, BWR is unable to assess the firm’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, 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 ratings should therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non- transparency and withholding of information required for a review of the rating.

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

Key Parameters	Units	FY 2017	FY 2016
Result Type		Audited	Audited
Net Sales/Revenues	₹ Cr	25.31	25.13
EBIDTA	₹ Cr	1.71	1.92
PAT	₹ Cr	0.23	0.11
Tangible Networth	₹ Cr	3.37	3.15
Total Debt : TNW	Times	4.97	4.05

COMPANY PROFILE (As available with BWR in Sep, 2018)

Incorporated in 2004 in Jalandhar and promoted by Mr Pritam Singh and his sons, Mr Narinder Singh, Mr Rajinder Singh, and Mr Gurnam Singh, Active Tools Pvt Ltd. (ATPL) manufactures hand tools such as spanners, wrenches, bars, L-handles, hammers, hacksaws, and vices; and carpentry tools. It exports almost 90-95% of its products majorly in the US, U.K & Belgium. ATPL’s registered address is at 7-9, New Udyog Nagar Fazilpur, Randhawa Masandan Road, Jalandhar-Punjab.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: Not Available

RATING HISTORY

Instrument / Facilities	Current Rating			Rating History		
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	2019	28 Sep' 2018	2017
Fund Based Term Loan Cash Credit (sub-limit of Export credit limit)	Long Term	5.00 (1.00)	BWR D [Downgraded] "Issuer Not Cooperating"	-	BWR BB-/Stable [Assigned]	NA
Fund Based Export Credit Limit	Short Term	12.00	BWR D [Downgraded] "Issuer Not Cooperating"	-	BWR A4+ [Assigned]	NA
Total		17.00	INR Seventeen 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](#)
- [Short Term debt](#)

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ANNEXURE I

Active Tools Pvt. Ltd.

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.	Axis Bank	Term Loan	5.00	-	5.00
		Cash Credit (sub-limit of Export credit limit)	(1.00)	-	(1.00)
		Export Credit Limit	-	12.00	12.00
TOTAL					17.00

Total Rupees Seventeen crores only.

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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.

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