



RATING RATIONALE

26 Nov2020

Aditya Vidyut Appliances Ltd.

Brickwork Ratings reaffirms the ratings for the Bank Loan Facilities of ₹ 252.45 Crores of Aditya Vidyut Appliances Ltd. (AVAL or the ‘Company’) based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (Oct, 2019)	Present
Fund Based	79.45	79.45	Long Term	BWR D Issuer Not Cooperating*	BWR D (Reaffirmed) Issuer Not Cooperating*
Non-fund Based	173.00	173.00	Short Term		
Total	252.45	252.45	INR Two Hundred Fifty Two Crores and Forty Five Lakh 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: Reaffirmed and continued under ‘Issuer Not Cooperating’ Category

NATURE OF NON-COOPERATION

Brickwork Ratings (BWR) took up with the issuer to provide required information over emails and through telephone communication for annual review of the ratings. Despite the best efforts of Brickwork Ratings to get at least the minimum required information for a Surveillance, the entity has not provided the same. In the absence of adequate information from the issuer and lack of management cooperation, Brickwork Ratings is unable to assess the issuer’s financial performance and its ability to service its debt and maintain valid ratings. Not responding to information sought for review of rating reflects lack of corporate governance.

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	FY16	FY17
Result Type		Audited	Audited
Operating Revenue	₹ Cr	208.85	281.69
EBITDA	₹ Cr	28.94	29.97
PAT	₹ Cr	4.33	2.80
Tangible Net worth	₹ Cr	80.09	82.89
Total Debt/Tangible Net worth	Times	2.79	2.55

COMPANY PROFILE

Aditya Vidyut Appliances Limited (The Company or AVAL), promoted by Mr. N.P.S. Prabhu and his family on June 26, 1989, is into new and contract manufacturing & repairs of distribution and power transformers of 11 kV to 400 kV class. The Company has two manufacturing units located in Bhiwandi, Thane District, with an aggregate annual capacity of 16000 MVA (utilizing 12000 to 13000 MVA:-75%to80%) as on March 31, 2017.

NON-COOPERATION WITH PREVIOUS RATING AGENCY: ICRA D, Issuer Not Cooperating dated 30th September, 2020



RATING HISTORY FOR THE PREVIOUS THREE YEARS (including withdrawal and suspended)

Instrument / Facilities	Current Rating (2020)			Rating History (Rs. in Crs)								
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	10 Oct 2019			25 Jun 2018			16 Apr 2018		
Bank Loan Facility	FB - LT	79.45	BWR D (Reaffirmed) (Issuer Not Cooperating)	FB-LT	79.45	BWR D (Issuer Not Cooperating)	FB-LT	79.45	BWR BBB-(Stable)	FB-LT	64.00	BWR BBB-(Stable)
	NFB - ST	173.00		NFB-ST	173.00		NFB-ST	173.00		NFB-ST	173.00	
Total		252.45		INR Two Hundred Fifty Two Crores and Forty Five Lakhs 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
- Manufacturing Companies
- What Constitutes Non-Cooperation

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ANNEXURE I

Aditya Vidyut Appliances 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	SBI	Cash Credit	19.50	-	19.50
2		Letter of Credit		26.00	26.00
3		Bank Guarantee		58.50	58.50
4	Bank of India	Cash Credit	3.50		3.50
5		Bank Guarantee		17.00	17.00
6	TJSB Sahakari Bank Ltd	Cash Credit	20.00		20.00
7		Bank Guarantee		10.00	10.00
8	SVC Bank Ltd.	Cash Credit	9.00		9.00

9		Letter of Credit		2.00	2.00
10		Bank Guarantee		34.50	34.50
11	Fullerton India Credit Co Ltd	Term Loan	15.45		15.45
12	Proposed Facilities	Cash Credit	27.45		27.45
13		Bank Guarantee		25.00	25.00
TOTAL					252.45

Total Rupees Two Hundred Fifty Two Crores and Forty Five Lakh Only only.

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