

RATING RATIONALE

Aditya Exim Ltd.

14 Oct 2019

Brickwork Ratings reaffirms the ratings for the Bank Loan Facilities of ₹ 26.41 Crores of Aditya Exim Ltd. based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating		
	Previous	Present		Previous (Oct 2016)	Previous (August 2018)	Present
Fund based	24.69	24.69	Long Term	BWR D	Rating Not Reviewed	BWR D Issuer Not Cooperating* Reaffirmed
Non Fund Based	1.72	1.72	Short Term	BWR D	Rating Not Reviewed	BWR D Issuer Not Cooperating* Reaffirmed
Total	26.41	26.41		INR Twenty Six Crores and Forty One Lakhs		

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 reaffirmed to BWR D on account of non-receipt of any papers/information for ascertaining the financial risk profile/performance of the company. We have therefore moved the rating under “Issuer Not Cooperating” category.

The rating was due for a surveillance.BWR took up with the issuer to provide required information over emails dated 26th July,9th August,30th Sept,4th and 11th Oct 2019 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 reaffirmed the rating of bank loan facilities as **BWR D Issuer Not Cooperating**.

The Company is under Insolvency and Bankruptcy Board of India vide public announcement dated 3rd October 2019.

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 2014	FY 2015
Result Type		Audited	Audited
Net Sales/Revenues	₹ Cr	52.08	19.77
EBITDA	₹ Cr	4.76	-3.87
PAT	₹ Cr	0.52	-7.68
Tangible Net Worth	₹ Cr	8.82	1.14
Total Debt /TNW	Times	2.67	23.61
Current Ratio	Times	1.27	0.86

COMPANY PROFILE (Information as on Oct 2016)

Aditya Exim Ltd was incorporated in 1995 and initially it was engaged in Trading Activity of Forged-flanges. The nature of the activity includes manufacturing of Forged Flanges & Butt-weld Seamless Pipe Fittings (Raw material for Carbon Steel Flanges is Carbon Steel Billet (Grade A105) , Raw Material for Fittings (both types) is Carbon Steel Pipes, Raw Material for Stainless Steel Flanges is Stainless Steel Billets.The Company in 2013-14 also decided to install their own Flange Forging equipment like Forging Hammers, Ring Rolling plant .The Company exports its products to discerning customers in the USA, Canada, Mexico, UK, Spain and other countries.Company has also supplied large volumes to Reliance Industries Ltd for their Jamnagar & Dahej projects in 2013 and 2014.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY :NIL

RATING HISTORY

Facility	Current Rating			Rating History	
	Tenure	Amount	Rating	Previous (August 2018)	Previous (Oct 2016)
Fund Based	Long Term	24.69	BWR D Issuer Not Cooperating Reaffirmed	Rating Not Reviewed	BWR D
Non Fund Based	Short Term	1.72	BWR D Issuer Not Cooperating Reaffirmed	Rating Not Reviewed	BWR D
Total		26.41	INR Twenty Six Crores and Forty One Lakhs		

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

Aditya Exim Ltd.
Details of Bank Facilities rated by BWR

Sr. No.	Name of the Bank	Type of Facilities	Tenure	Total [₹ Cr]
1	State Bank of India	Cash Credit	Fund Based-Long Term	11.75
		EPC/PCFC/EBR (Within CC Limit)	Fund Based-Long Term	(6.50)
		Term Loan	Fund Based-Long Term	2.29
		Funded Interest Term Loan	Fund Based-Long Term	3.52
		Working capital Term Loan	Fund Based-Long Term	7.13
		Letter of Credit (Within FBWC Limit)	Non Fund Based-Short Term	(3.00)

		Bank Guarantee	Non Fund Based-Short Term	1.00
		Credit Exposure Limit	Non Fund Based-Short Term	0.72
TOTAL				26.41

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