



## Rating Rationale

### Aditya Grain Industries

12 July 2018

Brickwork Ratings has reviewed the Rating for the Bank Loan facilities of ₹ 14.49 Crore of Aditya Grain Industries based on best available information, as the issuer did not cooperate. Accordingly the rating for the said facilities is revised as under

#### Particulars

Facility	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present		Previous (March, 2017)	Present
Fund Based Cash Credit	10.75	10.75	Long Term	BWR B (Pronounced as BWR Single B) Outlook: Stable	Issuer did not Cooperate; BWR B- (Pronounced as BWR Single B Minus) Outlook: Stable (Downgraded)
Fund Based Term Loan	3.74	3.74			
<b>Total</b>	<b>14.49</b>	<b>14.49</b>	<b>₹ Fourteen Crores and Forty Nine 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

#### Ratings: Downgraded

#### Nature of Non-cooperation:

The rating was due for a review in March, 2018. BWR took up with the Firm to provide required information over email dated 29.06.2018 and through telephone call. An email was also sent to the Firm's banker on 29.06.2018 for feedback which remains unanswered till date. 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.

#### 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.

**About the Firm (Information as available in March, 2017)**

Aditya Grains Industries is a Partnership Firm established in the year 2013, with registered office at 9, Shyam Complex, Avas Vikas Colony, Betiahata, Gorakhpur, Uttar Pradesh. The Firm is engaged in the business of processing of wheat to produce flour. The flour mill of the Firm is located in Gonda district of Uttar Pradesh. The Firm's processing unit has an installed capacity of 51,000 MT per annum. Mr Sharad Kumar Agarwal and Mr. Vikas Jalan are the partners of the Firm.

**Aditya Grain Industries**

Particulars	Units	2015 (A)	2016 (A)
Net Sales	₹ Cr	14.68	28.15
EBITDA	₹ Cr	1.26	3.05
PAT	₹ Cr	-1.21	0.44
Tangible Net Worth	₹ Cr	-0.01	0.92
Total Debt : TNW	Times	-1183.21	19.60
Current Ratio	Times	1.80	1.47

*Note: As per information available with BWR*

**Rating History for the last three years**



S.No	Facility	Current Rating (2018)			Rating History		
		Type	Amount (₹ Cr)	Rating^	31Mar2017	2016	2015
1.	Fund Based Cash Credit	Long Term	10.75	<b>Issuer did not cooperate; Downgraded to BWR B- (Pronounced as BWR Single B Minus) Outlook: Stable</b>	<b>BWR B (Pronounced as BWR Single B) Outlook: Stable</b>	<b>Not Rated</b>	<b>Not Rated</b>
2.	Fund Based Term Loan		3.74				
<b>Total</b>			<b>14.49</b>	<b>₹ Fourteen Crores and Forty Nine Lakhs Only</b>			

^Issuer did not cooperate; based on best available information

Status of non-cooperation with previous CRA (if applicable)- Not applicable

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [What Constitutes Non-Cooperation](#)

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**For print and digital media**

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Note on complexity levels of the rated instrument:



BWR complexity levels are meant for educating investors. The BWR complexity levels are available at [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf) Investors queries can be sent to [info@brickworkratings.com](mailto:info@brickworkratings.com).

## **About Brickwork Ratings**

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, has also been 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 Nationalized 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, Guwahati, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations. BWR has rated debt instruments/bonds/bank loans, securitized paper of over ₹ 10,00,000 Cr. In addition, BWR has rated over 6300 MSMEs. Also, Fixed Deposits and Commercial Papers etc. worth over ₹24,440 Cr have been rated.

## **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.