



Rating Rationale

30 October 2020

Aditya Precitech Private Limited

Brickwork Ratings has reviewed the ratings for the Bank Loan Facilities of Rs. 7.15 Crores of Aditya Precitech Private Limited based on best available information. As the issuer did not cooperate, accordingly the ratings for the said bank loan facilities are Downgraded/Reaffirmed to BWR B(Stable)/A4 and migrated to the ISSUER NOT COOPERATING* category.

Particulars

Facility	Amount (Rs Crs)		Tenure	Rating*	
	Previous	Present		Previous 31 July 2019	Present
Fund based Cash Credit Term Loans	3.00 0.90	3.00 0.90	Long Term	BWR B+ (Stable) (Reaffirm)	BWR B (Stable) (Downgrade) ISSUER NOT COOPERATING**
Non Fund based Bank Guarantee	3.25	3.25	Short Term	BWR A4 (Reaffirm)	BWR A4 (Reaffirm) ISSUER NOT COOPERATING**
Total	7.15	7.15	INR Seven Crores and Fifteen Lakhs Only		

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings.

**Issuer did not cooperate; Based on best available information

Note: Details of Bank facilities are provided in Annexure I

Ratings Downgraded and migrated to ISSUER NOT COOPERATING* category

Nature of Non-Cooperation:

The ratings were due for a Surveillance. Brickwork Ratings (BWR) took up with the issuer to provide required information over emails and through telephone communication. 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 continued 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. Based on inadequate information and continued lack of management cooperation, Brickwork Ratings has downgraded/reaffirmed the ratings to 'BWR B(Stable)/A4 and migrated to the ISSUER NOT COOPERATING* category.

Limitations of the ratings:

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 ratings 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 ratings.

Analytical Approach

For arriving at its ratings, BWR has applied its rating methodology as detailed in the Rating Criteria detailed below (hyperlinks provided at the end of this rationale).

About the Company

Aditya Precitech was established in the year 1994 as a partnership firm and subsequently the firm was reconstituted as a private limited company in the name of Aditya Precitech Private Limited in 2004. Company is located at Hyderabad and APPL is promoted by Mr. K.N.Venkateswara Rao and Mr. R.V.K.Kishore. AAPL is engaged in the manufacture of precision engineering components and sub-assemblies for the aerospace, defence and specialised industries. The clients include laboratories that form a part of Indian Space Research Organization (ISRO), Defence Research and Development Organization (DRDO), ASL, RCI, NSTL, HEMRL and HAL.

RATING HISTORY FOR THE LAST THREE YEARS (including withdrawn/suspended ratings)

Facility	Current Rating (2020)			Rating History		
	Type	Amount (Rs Crs)	Rating	2019 31.07.2019	2018	2017
Fund Based Cash Credit Term Loans	Long Term	3.00 0.90	BWR B (Stable) (Downgrade) ISSUER NOT COOPERATING*	BWR B+ (Stable) (Reaffirm)	-	BWR B+ (Stable) (Assign)
Non Fund based Bank Guarantee	Short Term	3.25	BWR A4 (Reaffirm) ISSUER NOT COOPERATING*	BWR A4 (Reaffirm)	-	BWR A4 (Assign)
Total		7.15	INR Seven Crores and Fifteen Lakhs Only			

* Issuer did not cooperate; Based on best available information

Status of non-cooperation with previous CRA- CRISIL B(Stable)/A4



Issuer Not Cooperating on 19 August 2019

Key Covenants of the facility rated: The terms of sanction include standard covenants normally stipulated for such facilities.

Complexity Levels of the Instruments:

For more information, visit <https://www.brickworkratings.com/download/ComplexityLevels.pdf>

Hyperlink/Reference to applicable Criteria

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

For any other criteria obtain hyperlinks from website

Analytical Contacts	
Rasmita.M Rating Analyst B :+91 40 2331 0161/ 2331 0071 rasmita.m@brickworkratings.com	K.Nagaraj Associate Director - Ratings B :+91 80 4040 9940 nagaraj.ks@brickworkratings.com
1-860-425-2742	media@brickworkratings.com

Annexure I

Aditya Precitech Private Limited Details of Bank Facilities rated

Bank	Facilities	Tenure	Amount(Rs. Cr)
Punjab National Bank	Fund Based: Cash Credit Term Loans	Long Term	3.00 0.90
	Non Fund Based: Bank Guarantee	Short Term	3.25
Total			7.15

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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.

