

RATING RATIONALE

Aditya Vidyut Appliances Limited

Brickwork Ratings Revises 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 (June, 2018)	Present
Fund Based	79.45	79.45	Long Term	BWR BBB- (Stable)	BWR D Issuer not Cooperating
Non Fund Based	173.00	173.00	Short Term	BWR A3	BWR D Issuer not Cooperating
Total	252.45	252.45	Two Hundred Fifty Two Crores and Forty Five Lakhs 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 ACTION / OUTLOOK/NATURE OF NON-COOPERATION

National Company Law Tribunal has ordered the Commencement of a Corporate Insolvency Resolution process of Aditya Vidyut Appliances Limited and a notice has been given to financial creditors that they shall submit their claims, as per the Public announcement by resolution professional.

In View of the above, the BWR has downgraded the rating to BWR D; Issuer not Co-operating; based on best available information.

The rating was due for a review in June, 2019. BWR took up the matter with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of Brickwork Ratings to get the minimum required information for a review through emails and through telephone calls, the entity has not provided the same. In the absence of adequate information from the Company, BWR is unable to assess the Company'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.

KEY FINANCIAL INDICATORS [AS AVAILABLE WITH BWR]

Key Parameters	Units	2017	2016
Result Type		Audited	Audited
Operating Revenue	₹ Cr	281.69	208.85
EBITDA	₹ Cr	29.97	28.94
PAT	₹ Cr	2.80	4.33
Tangible Net worth	₹ Cr	82.89	80.09
Total Debt/Tangible Net worth	Times	1.13	1.10
Current Ratio	Times	1.16	1.17

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 aggregate annual capacity of 16000MVA (utilizing 12000 to 13000 MVA:-75% to 80%) as on March 31, 2017.

KEY COVENANTS OF THE INSTRUMENT/FACILITY RATED: NA

NON-COOPERATION WITH PREVIOUS RATING AGENCY, IF ANY: ICRA D, Issuer Not Cooperating dated 20th August 2019.

RATING HISTORY

S.No	Instrument /Facility	Current Rating (2019)			Rating History			
		Type (Long Term/ Short Term)	Amount (₹ Crs)	Rating	26th September 2019	25th June 2018	16th April 2018	FY18
	Fund Based	Long Term	79.45	BWR D Issuer not Cooperating	Rating Not Reviewed	BWR BBB-(Stable)	BWR BBB-(Stable)	NA
	Non Fund Based	Short Term	173.00	BWR A3 Issuer not Cooperating	Rating Not Reviewed	BWR A3	BWR A3	NA
	Total		252.45	₹ Two Hundred Fifty Two Crore & Forty Five Lakh 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](#)

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Aditya Vidyut Appliances Ltd

ANNEXURE I

Details of Bank Facilities rated by BWR

Sl. No.	Name of the Bank	Type of Facilities	Long Term (₹ Cr)	Short Term (₹ Cr)	Total (₹ Cr)
	State Bank of India	Cash Credit	19.50	-	19.50
		Letter of Credit	-	26.00	26.00
		Bank Guarantee	-	58.50	58.50
	Bank of India	Cash Credit	3.50	-	3.50
		Bank Guarantee	-	17.00	17.00
	TJSB Ltd	Cash Credit	20.00	-	20.00
		Bank Guarantee	-	10.00	10.00
	SVC Bank Ltd	Cash Credit	9.00	-	9.00

		Letter of Credit	-	2.00	2.00
		Bank Guarantee	-	34.50	34.50
	Fullerton India Credit Co. Ltd	Term Loan	15.45	-	15.45
	Proposed Facility	Cash Credit	12.00	-	12.00
	Proposed Facility	Bank Guarantee	-	25.00	25.00
TOTAL					252.45

Total Rupees Two Hundred Fifty Two Crore & Forty Five Lakh only.

For print and digital media

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DISCLAIMER

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