



## Rating Rationale

Advance Ventilation Pvt. Ltd.

30 Dec 2020

Brickwork Ratings has reviewed the Rating for the Bank Loan facilities of ₹ 62.75 Crore of Advance Ventilation Pvt. Ltd. based on best available information, as the issuer did not cooperate. Accordingly the rating for the Bank Loan facilities are as under:

### Particulars

Facility	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present		Previous (Nov 2019)	Present
Fund Based	11.25	11.25	Long Term	BWR BB+ (Stable)	BWR BB (Stable) (Downgrade) Issuer Not Cooperating**
Non-fund Based	51.50	51.50	Short Term	BWR A4+	BWR A4 (Downgrade) Issuer Not Cooperating**
<b>Total</b>	<b>62.75</b>	<b>62.75</b>	<b>INR Sixty Two Crores and Seventy Five 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

### Rating Action: Downgraded and migrated to Issuer Not-Cooperating category

**Nature of Non-co-operation:** BWR had last reviewed the ratings of bank loan facilities amounting to Rs. 62.75 Crs of Advance Ventilation Pvt. Ltd. (AVPL or the company) in Nov 2019. The rating was due for review in Nov 2020. BWR took up with the issuer to provide required information over emails dated 15th and 16th Dec'2020 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 company, BWR is unable to assess the company's financial performance and its ability to service its debt and maintain a valid rating. Further, the company has not submitted the No Default Statement (NDS) for more than 3 months. Considering the management's non cooperation in providing information and non-submission of NDS, BWR has downgraded the rating to BWR BB(Stable)/A4 (Issuer Not Cooperating).

**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 Company (Information as available in Nov 2019)**

Advance Ventilation Pvt Ltd (AVPL) was incorporated in 1981. The company is engaged in fabrication of air handling fans/blowers in single stage and 2-stage design, and in various other configurations, which are the core equipment for ventilation and air handling systems. The unit is located at Kundli, Sonipat. The company also provides solution systems in the field of Industrial ventilation, air handling, air pollution control and Air conditioning & Refrigeration.

**KEY FINANCIAL INDICATORS [AS AVAILABLE WITH BWR]**

Key Parameters	Units	FY 19	FY 18
Result Type		Audited	Audited
Total Operating Income	Rs Crore	77.94	72.32
OPBDIT	Rs Crore	7.17	5.88
PAT	Rs Crore	2.84	2.30
Tangible Net worth (TNW)	Rs Crore	28.99	24.28
Total Debt/TNW	Times	0.97	1.13

**Rating History for the last three years (including withdrawn/suspended ratings)**

Facility/ Instrument	Current Rating				Rating History (Amounts in Rs Crs)								
	30 Dec 2020				19 Nov 2019			19 July 2018			20 July 2017		
	Type	Facility	Amount	Rating	Facility	Amount	Rating	Facility	Amount	Rating	Facility	Amount	Rating
Bank Loan Rating	Long Term	FB	11.25	BWR BB/Stable (INC*)	FB	11.25	BWR BB+/Stable	FB	11.25	BWR BB+/Stable	FB	11.25	BWR BB+/Stable
	Short Term	NFB	51.50	BWR A4 (INC*)	NFB	51.50	BWR A4+	NFB	51.50	BWR A4+	NFB	31.50	BWR A4+

\*Issuer did not cooperate; based on best available information

**Status of non-cooperation with previous CRA (if applicable)- None**



**Hyperlink/Reference to applicable Criteria**

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

<b>Analytical Contacts</b>	
<p><b>Sumit Saharan</b>  <b>Primary Analyst</b>            Board: +91-172-5032295 Ext: 104            [Email Address: sumit.s@brickworkratings.com]</p>	<p><b>Ashwini Mital</b>  <b>[Director – Ratings]</b>            Board: +91-172-5032295 Ext: 102            [Email Address: ashwinimital@brickworkratings.com]</p>
<p><b>1-860-425-2742    media@brickworkratings.com</b></p>	

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