



## Rating Rationale

### Aerospace Processing India Private Limited

5 Oct 2017

Brickwork Ratings has reviewed the Rating for the bank loan facilities of ₹6.22 Crs of Aerospace Processing India Private Limited based on best available information, as the issuer did not cooperate. Accordingly the Long term rating for the said instrument is downgraded to BWR BB+/A4+

#### Particulars

Facility Rated	Amount (₹ Crs)		Tenure	Rating *	
	Previous	Present		Previous	Present
Fund Based	5.72	5.72	Long Term	BWR BBB- (SO) (Pronounced as triple B Minus SO) Outlook: Stable Not Reviewed	<b>Issuer did not Co-operate; Based on best available information BWR BB+ (Pronounced as Double B Plus) Outlook: Stable (Downgraded)</b>
Non Fund Based	0.50	0.50	Short Term	BWR A3 (Pronounced as A Three)	<b>BWR A4+ (Pronounced as A Four Plus ) Downgraded</b>
<b>Total</b>	<b>6.22</b>	<b>6.22</b>	<b>(INR Six Crores Twenty Two Lakhs Only)</b>		

\* Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings

Rating history: Initial rating was done on 7.8.2013 for Rs 6.22 Crs and assigned a rating BBB-(SO) /A3

#### Ratings: Downgraded

##### Nature of Non-co-operation:

The rating was due for a review on July 2016. BWR took follow up with the issuer to provide required information over emails and tele calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the company has not provided the same. No feedback was received from the bank

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.

05 Oct 2017



### Limitations of the rating:

Information availability risk is a key factor in the assessment of credit risk and noncooperation by the firm 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 Aug 2013)

APIPL was incorporated on July 2,2007 but commenced operations in 2009. APIPL is a joint venture between QuEST Global Manufacturing Private Limited(QGMPL) and Magellan Aerospace Corporation. The company is engaged in business of surface treatment, surface analysis, heat treatment, vacuum hardening, vacuum precipitation, vacuum brazing and electron beam welding of aerospace, automotive, industrial and engineering components in commercial, military and space sectors. The company has state of art capabilities and have obtained various certifications like AS9100 Certification, NADCAP Certification for Chemical Processing, Non Destructive Testing and Chemical Processing. It is one of the third party facilities to be approved by Boeing in India and has also received approvals from Airbus, EATON, GE Aviation, Goodrich, HAL, Honeywell, Magellan, MOOG, SAAB, SABCA. The company is in sunrise industry, and with the given technical expertise available to it, the company can be expected to stabilize in some time.

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

#### Particulars

Facility Rated	Rated Amount in ₹ Crs	Current Rating (2017)*	Rating History <sup>^</sup>			
			2016	15/07/15	2014	2013
Fund Based	5.72	<b>BWR BB+ (Pronounced Double B Plus)</b>	Not Rated	Not Reviewed	Not Rated	BWR BBB- (SO) (Pronounced as triple B Minus SO) Outlook: Stable
Non Fund Based	0.50	<b>BWR A4+ (Pronounced as A Four Plus)</b>	Not Rated	Not Reviewed	Not Rated	BWR A3 (Pronounced as A Three)
<b>Total</b>	<b>6.22</b>	<b>(INR Six Crores Twenty Two Lakhs Only)</b>				

\*Issuer did not Co-operate ; Based on best available information



**Any Other Information:** Nil

**Hyperlink/Reference to applicable Criteria / Policies**

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

<b>Analytical Contacts</b>	<b>Media</b>
<b>S.Venkatesh</b> <b>Chief General Manager – Ratings</b> <a href="mailto:analyst@brickworkratings.com">analyst@brickworkratings.com</a>	<b>Relationship Contact</b>
	<a href="mailto:media@brickworkratings.com">media@brickworkratings.com</a> <a href="mailto:bd@brickworkratings.com">bd@brickworkratings.com</a>
<b>Phone: 1-860-425-2742</b>	

**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 ₹ 9,30,000 Cr. In addition, BWR has rated about 5000 MSMEs. Also, Fixed Deposits and Commercial Papers etc. worth over ₹19,700 Cr have been rated. Brickwork has a major presence in rating of nearly 100 cities.

**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.

### **Aerospace Processing India Private Limited**

#### **Annexure I**

(₹ In Crores)

Particulars	FY 11 (Audited)	FY 12 (Audited)	FY 13 (Audited)
Net Sales/Revenues	2.35	4.02	5.87
EBIDTA	(0.63)	0.58	1.58
PAT	(2.25)	(1.14)	0.02
Tangible Networth	1.29	3.04	5.23
Total Debt : TNW	5.92	2.29	0.96
Current Ratio	0.27	0.30	0.31

**\*As per information available with BWR**