



## Rating Rationale

03-Jan-2020

### Afflatus Trading Pvt. Ltd.

**Brickwork Ratings reaffirms the ratings for the short term Bank Loan Facilities aggregating ₹ 18.00 Crores of Afflatus Trading Pvt. Ltd. (ATPL or ‘the company’), as per details below**

#### Particulars:

Facilities	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present		Previous (Feb 2019)	Present
<b>Non Fund Based: Letter of Credit</b>	<b>18.00</b>	<b>18.00</b>	<b>Short Term</b>	<b>BWR A2+(SO)^</b>	<b>BWR A2+(CE)**, Reaffirmed</b>
<b>Total</b>	<b>18.00</b>	<b>18.00</b>	<b>Rs. Eighteen Crores Only</b>		

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

^Advisory issued by BWR on 14 Sept 2019 changing the suffix of the rating from (SO) to (CE)

\*\* Standalone (unsupported) ratings assigned at “BWR A4” to the Bank Loan facilities availed by Afflatus Trading Pvt Ltd.. Details of bank loan facilities given in Annexure I.

#### **RATING ACTION: Ratings Reaffirmed**

Bank loan facilities availed by Afflatus Trading Pvt Ltd. (ATPL or ‘the company’) were last rated in February 2019 and were assigned a rating of BWR A2+(SO). The suffix (SO) “Structured Obligation” in the ratings took into account the credit enhancement available to ATPL in the form of unconditional and irrevocable corporate guarantee furnished by its parent company, Assam Roofing Ltd. (rated BWR A-/Stable/A2+ as on 7/2/19) in favor of the lenders of the bank loan facilities availed by ATPL. The rated debt instruments do not involve structured payment mechanisms. Suffix SO (Structured Obligation) was later replaced by CE (Credit Enhancement) as per rating advisory dated 14-Sept-2019 by BWR. In compliance with the regulatory guidelines, BWR has assigned unsupported ratings at “BWR A4” to ATPL for the Bank Loan Facilities availed by them. For further details, the previous Rating Rationale may be accessed at:

[https://www.brickworkratings.com/Admin/PressRelease/Afflatus-Trading-BL-7Feb2019%20\(1\).pdf](https://www.brickworkratings.com/Admin/PressRelease/Afflatus-Trading-BL-7Feb2019%20(1).pdf)

#### **ANALYTICAL APPROACH AND APPLICABLE RATING CRITERIA**

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



## COMPANY'S PROFILE

Afflatus Trading Private Limited (ATPL), incorporated in 2010, is a wholly owned subsidiary of Assam Roofing Limited (ARL) promoted by Mr Bhagirath Pasari. The main objective of the Company is to import raw materials, including zinc ingots and asbestos fiber, required by the Group companies namely Assam Roofing Ltd and PDP Steel Ltd, for their captive consumption for the manufacture of different varieties of roofing sheets. The Company is located in Guwahati, Assam. ATPL is not involved in any other trading activity other than related to the ARL Group.

## KEY FINANCIAL INDICATORS

Key Financial Indicators	Units	FY 19 (Audited)	FY 18 (Audited)
Operating Revenue	₹ Crs	117.50	89.17
EBITDA	₹ Crs	0.57	0.60
PAT	₹ Crs	0.16	0.08
Tangible Net worth	₹ Crs	1.18	0.92
Total Debt/Tangible Net worth	Times	0.00	1.76
Current Ratio	Times	1.14	1.22

**KEY COVENANTS OF THE INSTRUMENT/FACILITY RATED: NONE**

**NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY : Not Applicable**

**RATING HISTORY FOR THE PREVIOUS YEARS:**

Facilities	Current Rating (Jan 2020)			Rating History		
	Tenure	Amt (₹ Cr)	Rating	7/2/19	26/3/18	12/4/17
Letter of Credit	Short Term	18.00	BWR A2+(CE)* Reaffirmed	BWR A2+(SO)^	BWR A2+(SO)	BWR A2+(SO)
Total		18.00	Rs. Eighteen Thirty Six Crores Only			

\*Standalone (unsupported) rating assigned at "BWR A4" to ATPL for the bank loan facilities availed by them

. ^Advisory issued by BWR on 14-Sept-2019 changing the suffix of the rating from 'SO' to 'CE'

## COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

### Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Trading Entities](#)
- [Short Term Debt](#)

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### Afflatus Trading Pvt. Ltd.

#### ANNEXURE I

#### Details of Bank Loan Facilities rated by BWR

Sl. No.	Name of the Bank	Type of Facilities	Long Term (Rs. Crs.)	Short Term (Rs. Crs.)	Total (Rs. Crs.)
1.	State Bank of India	Letter of Credit	-	18.00	18.00
<b>Total (Rupees Eighteen Crores Only)</b>					<b>18.00</b>



#### **For print and digital media**

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