



Rating Rationale

Agron India Ltd.

03 February 2021

Brickwork Ratings revises the rating for the Bank Loan facilities of ₹ 11.14 Crore of Agron India Ltd. based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Crs)		Tenure	Rating*	
	Previous	Present		Previous (January 2020)	Present
Fund Based	10.12	10.12	Long Term	BWR C- Issuer Not Cooperating	BWR D Downgraded Issuer Not Cooperating
Non Fund Based	1.02	1.02	Short Term	BWR A4 Issuer Not Cooperating	BWR D Downgraded Issuer Not Cooperating
Total	11.14	11.14	INR Eleven Crores and Fourteen lakhs only		

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings
Issuer did not co-operate; based on best available information

RATING ACTION / NATURE OF NON-COOPERATION

The rating of the Bank Loan Facilities of the company has been downgraded to BWR D Issuer Not Cooperating on account of non-receipt of any information for ascertaining the financial risk profile/performance of the company. We have therefore continued the rating under the “Issuer Not Cooperating” category.

The rating was due for surveillance in January 2021. BWR took up with the issuer to provide required information over emails dated 8.1.21, 14.1.21 and 28.1.21 and phone calls. The messages sent on 02.02.21 were unresponded. As per the MCA website the last balance sheet was submitted on 31.3.2013 and the company is under insolvency resolution process. BWR believes that there is high possibility of default. Hence on account of lack of management cooperation Brickworks Ratings has downgraded the rating to BWR D 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. Users of the credit rating should therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non- transparency and withholdings of the information required for a review of the rating.



About the Company (Information as available in February 2013)

Agron India Ltd (AIL) is a closely held public limited company incorporated in the year 2004. The company promoted and managed by Mr. Sadanand Pandey is engaged in bulk trading. Previously the company was into trading of industrial raw materials and other commodities. Since FY11 the trading profile of the company has been limited to commodities across pharmaceutical, therapeutic, healthcare, cosmetics and coal segments in domestic and foreign markets. The company had also invested in a mini re-refinery and crude distillation plant in the state of Maharashtra in the FY 2010. In addition to trading the company is also engaged in branding of various pharmaceutical and therapeutic products which are sold both in domestic and foreign markets under the brand name Naturon.

KEY FINANCIAL INDICATORS (in ₹ Cr) [AS AVAILABLE WITH BWR]

Key Parameters	Units	FY 2012	FY 2011
Result Type		Audited	Audited
Net Sales/Revenues	₹ Cr	32.05	56.31
EBITDA	₹ Cr	3.45	1.68
PAT	₹ Cr	1.49	0.40
Tangible Net Worth	₹ Cr	4.99	3.50
TD/TNW	Times	2.41	2.91
Current Ratio	Times	0.23	0.41

NON-COOPERATION WITH PREVIOUS RATING AGENCY: NIL

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

SrNo.	Facility	Current Rating			Rating History		
		Type	Amount (Crs)	Rating	January 2020	November 2019	2018
1	Fund Based	Long Term	10.12	BWR D Downgraded Issuer Not Cooperating	BWR C-owngraded Issuer Not Cooperating	BWR B-Downgraded Issuer Not Cooperating	NIL
2	Non Fund Based	Short Term	1.02	BWR D Downgraded Issuer Not Cooperating	BWR A4 Issuer Not Cooperating	BWR A4 Issuer Not Cooperating	NIL
	Total		11.14	INR Eleven Crores and Fourteen lakhs only			

*Rating Not Reviewed on 16 February 2017

Hyperlink/Reference to applicable Criteria

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

For any other criteria obtain [hyperlinks](#) from website

Analytical Contacts	
Nagesh Kadu Ratings Analyst B :+91 67456666 Ext :619 nagesh.k@brickworkratings.com	Sushil Kumar Chitkara Associate Director - Ratings B :+91 22 2831 1426, +91 22 2831 1439 sushilkumar.c@brickworkratings.com
1-860-425-2742	media@brickworkratings.com

ANNEXURE I

Agron India Ltd.
Details of Bank Facilities rated by BWR

Sl.No.	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
1.	Cash Credit	8.00	-	8.00
2	Term Loan	2.12	-	2.12
3	Letter of Credit/Bank Guarantee	-	1.02	1.02
TOTAL				11.14



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