

RATING RATIONALE

Aim Filtertech Pvt Ltd

27 Feb 2020

Brickwork Ratings downgrades the long term rating and reaffirms the short term rating for the Bank Loan Facilities of ₹ 19.87 Crores of Aim Filtertech Pvt Ltd on best available information, as the issuer did not cooperate.

Particulars

Facility Rated	Amount (Rs Crs)	Tenure	Rating#	
			Previous (May 2017)	Present
Fund Based Cash Credit	7.00	Long Term	BWR BB (Outlook:Stable) (Pronounced as BWR Double B)	BWR B+ Stable Downgraded Issuer Not Cooperating*
Term Loan-1	0.59			
Term Loan-2	5.62			
Corporate Loan	4.00			
FCL	1.71			
Non Fund Based Letter Of Credit	0.75	Short Term	BWR A4 (Pronounced as BWR A Four)	BWR A4 Reaffirmed Issuer Not Cooperating*
Bank Guarantee	0.20			
Total	19.87	Rs 19.87 Crores(Rupees Nineteen Crores and Eighty Seven Lakhs Only)		

Please refer to BWR website www.brickworkratings.com/ for definition of the ratings .RNR on 6 Aug 2018

* 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

The rating of Long term Bank Loan Facilities of the firm have been downgraded at BWR B+(Stable) from BWR BB(Stable) and Short Term Bank Loan Facilities have been reaffirmed at same level i.e BWR A4 based on best available information under ‘Issuer Not Cooperating’ category because the company has not provided any information/papers despite our various communications vide email/phone calls/messages The bankers have also not replied to our various mails regarding conduct of account. The Outlook has been reaffirmed as stable

BWR took up with the issuer consistently to provide required information over emails dated 28 May 2019,19 June 2019,22 Nov 2019,,25 Nov 2019,11 Feb 2020 and telephonic communication. Emails were sent to banker dated 31 May 2019,22 Nov 2019, 11 Feb 2020..Despite the best efforts of BWR to get at least the minimum required information for a review, the entity and the bank have not provided the same. In the absence of adequate information from the entity/Bank, 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. Users of the credit ratings should therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non- transparency and withholding of information required for a review of the rating.

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

Key Parameters	Units	FY 15	FY 16
Result Type		Audited	Audited
Net Sales/Revenues	₹ Cr	22.18	23.24
EBITDA	₹ Cr	1.43	2.17
PAT	₹ Cr	0.12	0.42
Tangible Networkth	₹ Cr	29.73	30.10
Total Debt : TNW	Times	0.83	0.78
Current Ratio	Times	1.06	1.23

COMPANY PROFILE(As per the information available in May 2017)

Aim Filtertech Pvt Ltd was set up as proprietorship concern in 2002 by Mr Dhiren Shah and was converted into private ltd company in 2005. The line of activity of company is manufacture of non-woven textiles and filters. The company manufactures products such as air filters, automotive medias, oil sorbents, filterations and geotextiles. The plant is situated in Vadu in Gujarat and operates in 3 shifts round the clock. The company has three different manufacturing lines and production capacities range from 500 MTPA to 1000 MTPA and utilization capacities range from 40% to 75% for these lines

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY : NA

RATING HISTORY

Instrument / Facilities	Current Rating			Rating History		
	Tenure	Amount (₹ Cr)	Rating	06.08.2018	03.05.2017	2016
Fund Based Cash Credit	Long Term	7.00	BWR B+ Stable Downgraded Issuer Not Cooperating*	Rating Not Reviewed	BWR BB (Outlook: Stable) (Pronounced as BWR Double B)	Not Rated
Term Loan-1		0.59				
Term Loan-2		5.62				
Corporate Loan		4.00				
FCL		1.71				
Non Fund Based Letter of Credit	Short Term	0.75	BWR A4 Reaffirmed Issuer Not Cooperating*		BWR A4 (Pronounced as BWR A Four)	
Bank Of Guarantee		0.20				
Total		19.87	INR Nineteen Crores and Eighty Seven Lakhs 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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ANNEXURE I

Aim Filtertech Pvt Ltd

Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
1)	Saraswat Bank	Fund Based Cash Credit	7.00	-	7.00
2)		Term Loan-1	0.59	-	0.59
3)		Term Loan-2	5.62	-	5.62
4)		Corporate Loan	4.00	-	4.00
5)		FCL	1.71	-	1.71

6)		Non Fund Based Letter Of Credit	-	0.75	0.75
7)		Bank Guarantee	-	0.20	0.20
TOTAL					19.87

Total Rupees Nineteen Crores and Eighty Seven Lakhs Only

ANNEXURE II
INSTRUMENT (NCD/Bonds/CP) DETAILS

Instrument	Issue Date	Amount in ₹ Cr	Coupon Rate	Maturity Date	ISIN Particulars
NA	NA	NA	NA	NA	NA

ANNEXURE III

List of entities consolidated

Name of Entity	% ownership	Extent of consolidation	Rationale for consolidation
NA	NA	NA	NA

For print and digital media

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DISCLAIMER

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