

Rating Rationale

Aim Filtertech Pvt. Ltd.

3 May 2017

Brickwork Ratings assigns ratings for the Bank Loan Facilities of Rs. 19.87 Crores of Aim Filtertech Pvt Ltd.

Particulars

Facility Rated	Amount (Rs Crs)	Tenure	Rating*
Fund Based			
Cash Credit	7.00	Long Term	BWR BB (Outlook:Stable) (Pronounced BWR Double B)
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 BWR A Four)
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. Term Loans and FCL outstanding as on 31 March 2017 .Corporate Loan not availed as of 31st March 2017

Rationale/Description of Key Rating Drivers/Rating sensitivities:

The Rating factors inter-alia more than a decade of promoter's experience, high demand for non-woven products, scope for expansion and low gearing. The Ratings are constrained by weak coverage indicators, small scale of operations and stretched liquidity/conversion cycle

Rating Outlook: Stable

BWR believes the Aim Filtertech Pvt Ltd's. business risk profile will be maintained over the medium term. The 'Stable' outlook indicates a low likelihood of rating change over the medium term. The rating outlook may be revised to 'Positive' in case the revenues and profit show sustained improvement. The rating outlook may be revised to 'Negative' if the revenues go down and profit margins show lower than expected figures.

About the Company

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.

Company Financial Performance

The Net Sales have increased from Rs 22.18 Crores in FY 15 to Rs 23.24 Crores in FY 16. The Profits After Tax have increased from Rs 0.12 Crores in FY 15 to Rs 0.42 Crores in FY 16

Rating History for the last three years: (including withdrawn/suspended ratings)

Sl. No.	Instrument/Facility	Current Rating (Year 2017)			Rating History		
		Type (Long Term/Short Term)	Amount (Rs Crs)	Rating	2016	2015	2014
1)	Cash Credit	Long Term	7.00	BWR BB (Outlook: Stable)	Rating details	Rating details	Rating details
2)	Term Loan-1		0.59		NA	NA	NA
3)	Term Loan-2		5.62				
4)	Corporate Loan		4.00				
5)	FCL		1.71				
6)	Letter Of Credit	Short Term	0.75	BWR A4	NA	NA	NA
7)	Bank Guarantee		0.20				

NA: *Not Applicable*

Hyperlink/Reference to Applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Manufacturing Companies](#)

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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 Investors queries can be sent to 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

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