



## Rating Rationale

Airavat Industries Pvt Ltd

30 June 2020

Brickwork Ratings has reviewed the Rating for the Bank Loan facilities of Rs. 26.30 Crs of Airavat Industries Pvt Ltd based on best available information, as the issuer did not cooperate. Accordingly the rating for the said instrument is as under

### Particulars

Facility	Amount (Rs. Cr)		Tenure	Rating <sup>1</sup>	
	Previous	Present**		Previous (March-2018)	Present
<b>Fund Based (FB)</b>					
Term Loan	1.30	1.30	Long Term	BWR D Issuer Not Co-operatin g*	BWR D Issuer Not Co-operatin g* Reaffirmed
Cash Credit	10.00	10.00			
Sublimit: LC	(3.75)	(3.75)			
<b>Non- Fund Based (NFB)</b>					
Bank Guarantee	8.00	8.00	Short Term	BWR D Issuer Not Co-operatin g*	BWR D Issuer Not Co-operatin g* Reaffirmed
Letter of Credit (LC)	7.00	7.00			
<b>Total</b>	<b>26.30</b>	<b>26.30</b>	<b>(INR Twenty Six Crores and Thirty Lakhs Only)</b>		

<sup>1</sup>Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings

\*Issuer did not co-operate; based on best available information

\*\*As per information available with BWR



**Rating Action:**

Brickwork Ratings (BWR) reaffirms the ratings at BWR D Issuer Not Co-operating\* for the Bank Loan facilities of Rs. 26.30 Crs of Airavat Industries Pvt Ltd.

**Rationale:**

The rating was due for a review. BWR took up with the issuer/borrower to provide required information over emails and through telephone calls. Despite the best efforts of Brickwork Ratings (BWR) to get at least the minimum required information for a review through emails (dated 26-June-2020 & 29-June-2020) and telephone calls, the entity has not provided the same and has remained non-co-operative. Hence, on account of inadequate information for undertaking review of Bank loan facilities, Brickwork Ratings has reaffirmed the rating at BWR D Issuer Not Co-operating\*. The ratings take into account continued delays in debt servicing by the entity as reported by the bank.

**Analytical Approach:**

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

**About the Company (As per information available with BWR):**

Airavat Industries Pvt Ltd was incorporated in the year Aug 2012. AIPL is engaged in the manufacturing of Autoclaved Aerated Concrete Panel (AAC) and EPS Panel. The Company has a manufacturing facility at Bhuj, Gujarat. Airavat manufactures different types of panels such as AAC Panels, XPS Extrusion sheet, EPS Foaming, 3D Panel, Metal Roll Forming, Plastic Extrusion etc.

**Rating History for the last three years (Including withdrawal and suspended):**

SI No	Facility	Current Rating (Year 2020)			Rating History		
		Type	Amount (Rs. Crs)**	Rating	2019	March-2018	2017
<b>Fund Based (FB)</b>							
1	Term Loan	Long Term	1.30	BWR D Issuer Not Co-operating*	-	BWR D Issuer Not Co-operating*	-
2	Cash Credit		10.00				
3	Sublimit: LC		(3.75)				
<b>Non- Fund Based (NFB)</b>							
4	Bank Guarantee	Short Term	8.00	BWR D Issuer Not Co-operating*	-	BWR D Issuer Not Co-operating*	-
5	Letter of Credit (LC)		7.00				
<b>Total Limits</b>			<b>26.30</b>	<b>(INR Twenty Six Crores and Thirty Lakhs Only)</b>			

\*Issuer did not co-operate; based on best available information



\*\*As per information available with BWR  
The company was rated at BWR BB+/Stable/A4 in May 2016

**N/A: Not Available**

**Status of non-cooperation with previous CRA (if applicable):** Not Applicable

**Any other information:** NIL

**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](#)
- [What Constitutes Non-cooperation](#)

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**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