



Rating Rationale

Airavat Industries Pvt Ltd

21 March 2018

Brickwork Ratings has reviewed the Rating for the Bank Loan facilities of ₹ 26.30 Crore 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*		
	Previous	Present		Previous (May, 2016)	Present	
Fund Based (FB)						
Term Loan	1.30	1.30	Long Term	BWR BB+ (Outlook -Stable)	BWR D (Downgraded) Issuer did not Co-operate*	
Cash Credit	10.00	10.00				
Sublimit: LC	`(3.75)	`(3.75)				
Non- Fund Based (NFB)						
Bank Guarantee	8.00	8.00	Short Term	BWR A4		
Letter of Credit	7.00	7.00				
Total Limits	26.30	26.30	(INR Twenty Six Crores and Thirty 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

Ratings: Downgraded

BWR has essentially relied upon the feedback received from the company's banker regarding the conduct of account maintained with the respective bank.

The account has been classified as non performing asset (NPA). Hence, the rating assigned to the bank loan facilities are downgraded to 'BWR D'.

Nature of Non-co-operation:

The rating was due for a review in May 2017. BWR took up with the issuer to provide required information over emails. Despite the best efforts of BWR to get at least the minimum required information for a review, the entity has not provided the same. In the absence of adequate information from the issuer/company, BWR is unable to assess the issuer's/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.

About the Company (Information as available in Month, Year)

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Rating History for the last three years (including withdrawn/suspended ratings)

SI No	Facility	Current Rating (Year 2018)			Rating*		
		Type	Amount (Rs. Crs)	Rating	2017	31 May 2016	2015
Fund Based (FB)							
1	Term Loan	Long Term	1.30	BWR D (Downgraded) Issuer did not Co-operate*	NA	BWR BB+ (Outlook -Stable)	-
2	Cash Credit		10.00				
3	Sublimit: LC		3.75				
Non- Fund Based (NFB)							
4	Bank Guarantee	Short Term	8.00	BWR D (Downgraded) Issuer did not Co-operate*	NA	BWR A4	-
5	Letter of Credit		7.00				
	Total Limits		26.30	(INR Twenty Six Crores and Thirty Lakhs Only)			

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

Hyperlink/Reference to applicable Criteria

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



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

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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 ₹ 10,00,000 Cr. In addition, BWR has rated over 6300 MSMEs. Also, Fixed Deposits and Commercial Papers etc. worth over ₹24,440 Cr have been rated.

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.