

RATING RATIONALE

24 Sep 2019

Aishwarya Technologies and Telecom Limited

Brickwork Ratings downgrades/revises the ratings for the Bank Loan Facilities of ₹ 17.50 Crores of Aishwarya Technologies and Telecom Limited based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (Sep 2018)	Present
Fund based Cash Credit	3.00	3.00	Long Term	BWR C Issuer Did Not Co-operate (Pronounced as BWR C)	BWR D Issuer Not Cooperating* Downgraded
Non Fund Based Letter ofCredit	8.50	8.50	Short Term	BWR A4 Issuer Did Not Co-operate (Pronounced as BWR A Four)	
Bank Guarantee	6.00	6.00	Short Term	BWR A4 Issuer Did Not Co-operate (Pronounced as BWR A Four)	
Total	17.50	17.50	INR Seventeen Crores and Fifty Lakhs Only		

Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

* 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 Bank Loan Facilities of the company have been downgraded to BWR D from BWR C (Previous Rating) /BWR A4(Previous Rating) (Issuer Did Not Co-operate) under 'Issuer Not Cooperating' category because the company has not provided any information/papers despite our various communications vide email/phone calls The Banker vide email dated Sep 23 2019 informed that the account is NPA as on date

BWR took up with the issuer consistently to provide required information over emails BWR took up with the issuer to provide required information over emails dated Sep 19 2019 and Sep 20 2019 Sep 23 2019 and telephonic communication. 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 firm, BWR is unable to assess the firm'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 19	FY-18
Result Type		Audited	Audited
Net Sales/Revenues	₹ Cr	10.00	24.25
EBIDTA	₹ Cr	-20.89	-11.72
PAT	₹ Cr	-14.48	-9.10
Tangible Networth	₹ Cr	11.98	25.70
Total Debt : TNW	Times	0.62	0.33
Current Ratio	Times	0.93	2.06

COMPANY PROFILE(Information as Available in August 2017)

Aishwarya Technologies and Telecom Limited(ATTL), formerly known as Aishwarya Telecom Limited was founded by Mr. GR Manohar Reddy at Hyderabad, Telangana, originally in 1995 as a Private Limited Company which was later converted into a Public Limited Company in 2008. The company is engaged in the manufacturing of telecommunication test and measuring equipment such as fiber, data and copper cable fault locators in India. The company is an authorised and exclusive distributor for various international principals like Sumitomo Japan, Intec Germany, Rycom USA, GS Instruments Korea, Sage Instruments USA, Shineaway Technologies China etc and trades in Various telecommunication products. The company offers microwave subsystems,optical instruments, spectrum analyzer, optical test kits, microwave kits, oscilloscope, copper testers, data analyzers, splicing machines and other instruments. It caters to defence, education, manufacturing and telecommunication industries.

ATTL is listed in BSE.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY -Care D Issuer Non Co-operating Rating for BLR of Rs 17.61 Crs on August 23 2018

RATING HISTORY

Instrument / Facilities	Current Rating			Rating History		
	Tenure	Amount (₹ Cr)	Rating	26.09.2018	18.8.2017	2016
Fund based Cash Credit	Long Term	3.00	BWR D Issuer Not Cooperating Downgraded	BWR C Issuer Did Not Co-operate (Pronounced as BWR C)	BWR B+ (Outlook: Stable) (Pronounced as BWR B Plus)	Not Rated
Non Fund Based Letter of Credit	Short Term	8.50		BWR A4 Issuer Did Not Co-operate (Pronounced as BWR A Four)	BWR A4 (Pronounced as BWR A Four)	
Bank Guarantee	Short Term	6.00				
Total		17.50	INR Seventeen Crores and Fifty 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

Aishwarya Technologies and Telecom Limited

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)	State Bank Of India	Fund based Cash Credit	3.00	-	3.00
2)	(Formerly State Bank Of Hyderabad	Non Fund Based Letter ofCredit	-	8.50	8.50
3))	Bank Guarantee	-	6.00	6.00
TOTAL					17.50

Total Rupees Seventeen Crores and Fifty 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 The Rating Rationale is sent to you for the sole purpose of dissemination through your print, digital or electronic media. While it may be used by you acknowledging credit to BWR, please do not change the wordings in the rationale to avoid conveying a meaning different from what was intended by BWR. BWR alone has the sole right of sharing (both direct and indirect) its rationales for consideration or otherwise through any print or electronic or digital media.

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