



## Rating Rationale

Akme Fintrade (India) Limited

19 August 2021

**Brickwork Ratings revises the ratings to BWR BB / BWR FBB/ Stable for the bank facilities and fixed deposit of Akme Fintrade (India) Limited, based on best available information, as the issuer did not cooperate.**

### Particulars:

Facility**	Amount (in Rs Cr)		Tenure	Rating#	
	Previous	Present		Previous Rating (August 2020)	Present
Fund based (Bank Loan facilities)	52.00	<b>52.00</b>	Long Term	BWR BB+/ Stable ISSUER NOT COOPERATING*	<b>BWR BB / Stable ISSUER NOT COOPERATING* Downgraded</b>
Fixed deposit	3.00	<b>3.00</b>	Long Term	BWR FBB+/ Stable ISSUER NOT COOPERATING*	<b>BWR FBB / Stable ISSUER NOT COOPERATING* Downgraded</b>
<b>Total</b>	<b>55.00</b>	<b>55.00</b>	<b>Rupees Fifty Five Crores Only</b>		

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

\*Issuer did not cooperate, based on best available information

\*\*Details of facilities are provided in Annexure – I

### RATING ACTION/OUTLOOK

Brickwork Ratings (BWR) downgrades the rating of bank loan facilities to “BWR BB”/ Stable (ISSUER NOT COOPERATING) from “BWR BB+”/ Stable (ISSUER NOT COOPERATING) and of Fixed deposit to “BWR FBB”/ Stable (ISSUER NOT COOPERATING) from “BWR FBB+”/ Stable ISSUER NOT COOPERATING.

### Nature of Non-Cooperation:

Despite the best efforts of Brickwork Ratings to get at least the minimum required information for a review, the Company has not provided the same. The company has been submitting the NDS regularly, however in the absence of adequate information from the issuer, Brickwork Ratings is unable to assess the issuer’s financial performance and maintain a valid rating. Hence, on account of inadequate information and lack of management cooperation, Brickwork Ratings has downgraded the ratings as tabulated above.

### Limitation of the rating:

Information availability risk is a key factor in the assessment of credit risk as generally, non-co-operation by the rating 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.

**About the Company** [as per information available with BWR]

Akme Fintrade (India) Limited (AFIL) was incorporated in February 1996 by Mr. Nirmal Kumar Jain and his family members; AFIL is a part of the Akme Group of Udaipur, Rajasthan. The company was earlier registered as a deposit taking non-banking financial company (NBFC) with Reserve Bank of India (RBI). Subsequently in 2019, the company got registered as a non deposit taking NBFC with RBI

**Key Financial Indicators** [AS AVAILABLE WITH BWR]

Key Parameters	Units	FY15	FY16
Result Type		Audited	Audited
Net Interest Income	(in ₹ Cr)	11.11	13.23
Net Profit	(in ₹ Cr)	1.51	2.04
Net Worth	(in ₹ Cr)	20.74	24.23
Total CRAR	(%)	32.37	26.06
Total AUM	(in ₹ Cr)	55.27	85.06
Gross NPA	(%)	2.45	1.76
Net NPA	(%)	1.92	1.42

**KEY COVENANTS OF THE INSTRUMENT/FACILITY RATED: NA**

**NON-COOPERATION WITH PREVIOUS RATING AGENCY, IF ANY: NA**

**RATING HISTORY FOR THE PREVIOUS THREE YEARS (Including withdrawal & suspended)**

Sr. No.	Name of Facility/ Instrument	Current Rating (2021)			Rating History for the past 3 years								
		Type	Amount (Rs. Crs)	Rating	(2020)			2019			2018		
1	Bank Facilities	Long Term	52.00	BWR BB/ Stable Issuer not cooperating	21 August 2020			NA			13.04.2018		
					Long Term	52.00	BWR BB+/ Stable Issuer not cooperating				Long Term	52.00	BWR BBB-/ Stable Issuer not cooperating
2	Fixed Deposit	Long Term	3.00	BWR FBB/ Stable Issuer not cooperating				NA			13.04.2018		
					Long Term	3.00	BWR FBB+/ Stable Issuer not cooperating				Long Term	3.00	BWR FBBB-/ Stable Issuer not cooperating
	<b>Total</b>		<b>55.00</b>		<b>Rupees Fifty Five Crores Only</b>								

## COMPLEXITY LEVELS OF THE INSTRUMENTS

### Complexity Level: Simple

For more information, visit

[www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

### Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Banks and Financial Institutions](#)

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## Akme Fintrade (India) Limited

### ANNEXURE I - Details of Bank Facilities rated by BWR

Sl. No.	Name of the Bank	Type of Facilities	Long Term (Rs in Crs)	Short Term (Rs in Crs)	Total (Rs in Crs)
1	State Bank of India	Cash Credit	5.00	--	5.00
2	Bank of Baroda	Cash Credit	36.00	--	36.00
3	Bank of India	Term Loan	11.00	--	11.00
	<b>Total limits</b>		<b>52.00</b>	<b>--</b>	<b>52.00</b>

**Rupees Fifty Two Crores Only**

## ANNEXURE II INSTRUMENT (FD) DETAILS

Instrument	Issue Date	Amount Rs. Crs.	Coupon Rate	Maturity Date	ISIN Particulars
FD	NA	3.00	NA	NA	NA

**Total Rupees Three Crores Only  
NA as details not shared by the Company**

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