



## Rating Rationale

Akshar Spintex Pvt Ltd

07 Dec 2018

Brickwork Ratings has revised the long-term rating & reaffirmed the short-term rating and withdrawn the ratings simultaneously, based on the best available information for the Bank Loan Facilities of ₹ 40.35 Crores of Akshar Spintex Pvt Ltd.

### Particulars

Facility	Amount (₹ Crs)		Tenure	Rating*	
	Previous	Present		Previous** (27 Sept 2016)	Present
Fund based	39.00	39.00	Long Term	BWR BB- (Pronounced as BWR Double B Minus) (Outlook: Stable)	Revision to BWR B+ (Pronounced as BWR Single B Plus) (Outlook: Stable) & Simultaneous withdrawal of the same
Non Fund Based	1.35	1.35	Short Term	BWR A4 (Pronounced as BWR A Four)	Reaffirmation of BWR A4 (Pronounced as BWR A Four) & Simultaneous withdrawal of the same
<b>Total</b>	<b>40.35</b>	<b>40.35</b>	<b>INR Forty Crores and Thirty Five Lakhs Only</b>		

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

\*\*The rating was migrated to rating not reviewed category on 07-Aug-2018.

### Revision of long-term rating, reaffirmation of short term rating and simultaneous withdrawal of Rating.

The initial rating was done in Sept 2016 with the rating assigned BWR BB-/ A4 (Outlook: Stable) and was due for review in Sept 2017. BWR took up with issuer requesting for required information to enable Brickwork to carry out surveillance.

Despite the best efforts of BWR to get at least the minimum required information for a review, the company has not provided the same. Due to the same, BWR had transferred the rating to "Rating not Reviewed" category on 07 Aug, 2018. Subsequently, notices of withdrawal of the rating were sent to the issuer and the lender vide email dated Sept 27, 2018, respectively. Neither the issuer nor the lender responded to our email.

Thus, based on the above, the long-term rating of the company have been revised, the short-term rating has been reaffirmed and withdrawn simultaneously in line with the withdrawal Policy of BWR. The above rating action may not reflect the present position of the company's financial risk profile as information availability risk is a key factor in the assessment of credit risk.

### About the Company (As available on Sept 2016):

Akshar Spintex Pvt Ltd was incorporated in June 2013 as a private limited company by Mr. Ashok Bhalala, Mr. Rajdeep Patel, Mr. Amit Gadiya, Ms. Ilaben Paghdar and Ms. Rekha Chauhan. ASPL has started its operation from October, 2014. Manufacturing unit is located in Kalawad, Gujarat and is spread over 20000 sq. meters. ASPL has its office situated in Rajkot, Gujarat. ASPL has total 24480 spindles auto coned combed and carded mill with all latest machineries. ASPL manufactures carded cotton yarn, semi combed cotton yarn and combed cotton yarn of finer quality with 16' to 44' count.

**Rating History for the last three years**

S.No	Instrument /Facility	Current Rating (2018)			Rating History		
		Type	Amount (₹ Crs)	Rating	07-Aug-2018	2017	27-Sep-2016
1	Fund based	Long Term	39.00	Revision to BWR B+ (Outlook: Stable) & Simultaneous withdrawal of the same	Rating Not Reviewed	-	BWR BB- (Outlook: Stable)
2	Non-Fund Based	Short Term	1.35	Reaffirmation of BWR A4 & Simultaneous withdrawal of the same	Rating Not Reviewed	-	BWR A4
Total			40.35	INR Forty Crores and Thirty Five Lakhs Only			

Status of non-cooperation with previous CRA:- NA.

**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](http://www.brickworkratings.com/download/ComplexityLevels.pdf) Investors queries can be sent to [info@brickworkratings.com](mailto:info@brickworkratings.com).



### **About Brickwork Ratings**

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, 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 leading public sector 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, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

### **DISCLAIMER**

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