

RATING RATIONALE

17 Apr 2020

Akshaya Ornaments Pvt. Ltd.

Brickwork Ratings Revises the ratings for the Bank Loan Facilities of ₹9.00 Crores of Akshaya Ornaments Pvt. Ltd. based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (Aug 2014)	Present
Fund based	9.00	9.00	Long Term	BWR BB+ (Stable)	BWR B+ (Stable) Issuer Not Cooperating* Downgraded
Total	9.00	9.00	INR Nine Crores 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

Brickwork Ratings downgraded the ratings for the bank loan facilities of ₹9.00 Crs of Akshaya Ornaments Pvt. Ltd. to BWR B+ (Stable) Issuer Not Cooperating, based on best available information. BWR had rated the bank loan facilities of Akshaya Ornaments Pvt. Ltd. in Aug 2014 and assigned BWR BB+ (Stable).

BWR took up with the issuer to provide required complete information over email. Despite the best efforts of BWR to get at least the minimum required information for a review, the Company has not provided the same. In the absence of adequate information from the issuer, BWR is unable to assess the issuer's financial performance and its ability to service its debt and maintain a valid rating. Hence on account of inadequate information and lack of management cooperation, BWR recommends placing the rating under the category of Issuer Not Cooperating.

The lenders/investors may note to exercise due caution while using the above ratings which mentions 'Issuer Not Cooperating' since the ratings lack any projections or forward looking



component as it is arrived based on the best available information on the Company without any management/banker's interaction.

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.

KEY FINANCIAL INDICATORS

Key Parameters	Units	FY13	FY14
Result Type		Audited	Provisional
Net Sales	In ₹ Crs	7.07	72.44
EBITDA	In ₹ Crs	0.24	4.24
Net Profit	In ₹ Crs	0.00	2.19
Tangible Net worth	In ₹ Crs	3.04	5.23
Total debt/TNW	Times	2.83	1.71
Current Ratio	Times	1.33	1.49

COMPANY PROFILE

Akshaya Ornaments Private Limited (AOPL), was incorporated on 24 th Feb 2012 and started its operations in Feb 2013. Mr. Vimal Goel and Mr. Manoj Vimal are the promoters and Directors of the company. AOPL is engaged in manufacturing and trading of gold jewellery on retail and wholesale basis. The Company's 800 sq.ft retail outlet is located in Abids, Hyderabad.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: NA

RATING HISTORY

Sr. No.	Name of Instrument	Facilities		Current Rating		Rating History		
		Type	Tenure	Amount (₹ Cr)	Rating	2019	2018	2017
1.	Bank Loan Facility	Fund Based	Long Term	9.00	BWR B+ (Stable) Issuer Not Cooperating	-	-	-
Total				9.00	INR Nine Crores Only			

COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

Hyperlink/Reference to applicable Criteria

Analytical Contacts	Investor and Media Relations
<p>Dimple Bhut Primary Analyst +91 80 4040 9940 Ext: 334 dimple.b@brickworkratings.com</p> <p>K Nagaraj [Assoc. Director– Ratings] +91 80 4040 9940 Ext: 372 nagaraj.ks@brickworkratings.com</p>	<p>Liena Thakur Assistant Vice President - Corporate Communications +91 84339 94686 liena.t@brickworkratings.com</p>



ANNEXURE I

Akshaya Ornaments Pvt. Ltd.

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 Hyderabad	Fund Based	9.00	-	9.00
TOTAL					9.00

Total INR Nine Crores Only.

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.

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 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