



Rating Rationale

Akshaya Traders

22 Jul 2019

Brickwork Ratings has reviewed the Rating for the Bank Loan facilities of ₹ 14.50 Crore of Akshaya Traders based on best available information, as the issuer did not cooperate. Accordingly the rating for the said instrument is as under

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present [^]		Previous (Mar, 2016)	Present
Fund based Cash Credit	2.00	2.00	Long Term	BWR B (Pronounced as BWR Single B) Outlook:Stable	Issuer did not Co-operate; BWR B (Pronounced as BWR Single B) (Outlook: Stable) (Reaffirmed)
Non Fund Based Inland/Import LC cum Buyers Credit	12.50	12.50	Short Term	BWR A4 (Pronounced as BWR A Four)	Issuer did not Co-operate; BWR A4 (Pronounced as BWR A Four) (Reaffirmed)
Total	14.50	14.50	₹ Fourteen Crores and Fifty 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

Note: ^ as per last known information

Ratings:Reaffirmed

Nature of Non-co-operation: The rating was due for a review in Mar 2017. BWR took up with the issuer to provide required information over emails and through telephone calls. 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.

About the Firm (Information as available in Mar, 2016)

M/s Akshaya Traders established as a proprietorship firm in 2011 was promoted by Mr. P. Dhamodharan. The firm is engaged in trading of steel scrap, waste paper and paddy husk which are majorly used as a raw material in paper and steel industry. The firm has its offices at Karaikal and Pondicherry in Tamil Nadu. The firm is one of the group concerns of Nithya Group of companies(M/s. Nithya Packaging Private Limited and M/s. Nithya Steels and Alloys Private Limited). The firm is importing raw material from Singapore, Saudi Arabia and Sri Lanka to supply materials such as steel scrap and waste paper(corrugated box) to Akshaya Traders group companies. The firm's 100 percent business is derived from its own group companies.

Rating History for the last three years

S.No	Facility	Current Rating			Rating History		
		Type	Amount (₹ Cr)	Rating [^]	2018	8.6.2017	8.3.2016
1	Fund Based	Long Term	2.00	Issuer did not Co-operate; BWR B (Pronounced as BWR Single B) (Outlook: Stable) (Reaffirmed)	-	Rating Not Reviewed	BWR B (Pronounced as BWR Single B) Outlook:Stable
2	Non Fund Based	Short Term	12.50	Issuer did not Co-operate; BWR A4 (Pronounced as BWR A Four) (Reaffirmed)			BWR A4 (Pronounced as BWR A Four)
Total			14.50	₹ Fourteen Crores and Fifty Lakhs Only			

Note: BWR B/A4 (Outlook: Stable) assigned on 14.5.2014

[^]Issuer did not co-operate; based on best available information

Status of non-cooperation with previous CRA- Nil;

Any other information - Nil

Hyperlink/Reference to applicable Criteria

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

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

Akshaya Traders
Annexure I

Particulars	Units	2014	2015
Net Sales/Revenues	₹ Cr	13.19	21.77
EBIDTA	₹ Cr	0.58	0.30
PAT	₹ Cr	0.15	0.27
Tangible Net-worth	₹ Cr	0.12	0.52
Total Debt: TNW	Times	82.92	21.82
Current Ratio	Times	1.01	1.04

Note: As per the information available with BWR



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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

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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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