

Akula Boards Private Ltd

Brickwork Ratings has reviewed the Rating for the Bank Loan facilities of ₹ 14.00 Crores of Akula Boards Private Ltd based on best available information, as the issuer did not cooperate.

Particulars

Facility Rated	Amount(Rs Crs)		Tenure	Rating#	
	Previous	Present		Previous (July 2019)	Present
Fund Based Cash Credit	11.00	11.00	Long Term	BWR B+ Stable Issuer Not Cooperating*	BWR B Stable Downgrade Issuer Not Cooperating*
Stand By Line Of Credit	1.00	1.00	Short Term	BWR A4 Issuer Not Cooperating*	BWR A4 Reaffirmed Issuer Not Cooperating*
Non Fund Based Letter Of Credit	2.00	2.00	Short Term		
Total	14.00	14.00	(Rupees Fourteen 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

In view of the non-availability of information and lack of cooperation from **Akula Boards Private Ltd** , Brickwork Ratings has downgraded the long term rating to ‘**BWR B(Stable)**’, and reaffirmed the short term rating to ‘ **BWR A4**’ along with continuation of the rating in the “**Issuer Not Cooperating**” category, based on best available information as the Issuer did not cooperate.The outlook has been reaffirmed as Stable



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 without any management interaction.

The rating was due for a review in July 2020. BWR took up with the company 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 issuer, BWR is unable to assess the company'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, non-cooperation 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 rating should therefore take into account possible deterioration in the credit quality of the rated entity arising from its non-transparency withholding of information required for a review of the rating.

KEY FINANCIAL INDICATORS (in (Rs Cr) [AS AVAILABLE WITH BWR])

Key Parameters	Units	FY 16	FY 15
Result Type		Audited	Audited
Operating Revenue	Rs in Crores	40.99	35.66
EBITDA	Rs in Crores	2.98	2.83
PAT	Rs in Crores	0.18	0.20
Tangible Networth	Rs in Crores	9.11	8.93
Total Debt : TNW	Times	2.08	2.20
Current Ratio	Times	0.79	0.75

COMPANY PROFILE(As per the information available in March 2017)

M/s Akula Boards Private Limited was established in the year 1998 at Tanuku, Andhra Pradesh. The Company is engaged in manufacturing of writing & news printing paper using waste paper as raw material. The Company is managed by Couple Mr. Akula G V V Naga Satyanarayana (Managing Director) and Mrs. Akula Vani Kumari. Both directors of the Company have more than 15 years of experience in paper industry. The installed capacity of the company is 45 MT per day with ~90% utilization. Major customers of Company are from Orissa, West Bengal and surrounding regions of Tanuku. Company procures waste paper from



Hyderabad and other raw materials from local markets of Tanuku. The Company is working in three shifts with ~ 250 employees. M/s Akula Enterprises Pvt Ltd and M/s Raviraj Enterprises Pvt Ltd are group associates of the Company.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY : Crisil B+(Stable)/A4 Issuer Not Cooperating for BLR of Rs 31.00Crs on 9 April 2020

RATING HISTORY FOR THE PREVIOUS THREE YEARS(including withdrawn or suspended rating)

Instrument / Facilities	Current Rating			Rating History		
	Tenure	Amount (Rs Cr)	Rating	31.07.2019	2018	22.03.2017
Fund Based Cash Credit	Long Term	11.00	BWR B Stable Downgraded Issuer Not Cooperating	BWR B+ Stable Reaffirmed Issuer Not Cooperating*	---	BWR B+ Stable Assigned
Stand By Line Of Credit	Short Term	1.00	BWR A4 Reaffirmed Issuer Not Cooperating	BWR A4 Reaffirmed Issuer Not Cooperating*		---
Non Fund Based Letter Of Credit	Short Term	2.00				
Total		14.00	INR Fourteen Crores Only			

RNR on 7 Aug 2018

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**

Analytical Contacts	Investor and Media Relations
<p>[Priyamvada Nadkarni] Rating Analyst] [Board: :+91 22 2831 1426, +91 22 2831 1439 Ext:624] priyamvada.n@brickworkratings.com</p> <p>K.Nagaraj [Assoc. Director – Ratings] Board:+91 080 40409940 nagaraj.ks@brickworkratings.com</p>	<p>Liena Thakur Assistant Vice President - Corporate Communications +91 84339 94686 liena.t@brickworkratings.com</p>

ANNEXURE I

Akula Boards Pvt Ltd

Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Long Term [Rs Cr]	Short Term [Rs Cr]	Total [Rs Cr]
1)	State Bank Of Hyderabad	Fund Based Cash Credit	11.00	-	11.00
2)	Now State Bank Of India	Stand By Line Of Credit	--	1.00	1.00
3)		Non Fund Based Letter Of Credit	-	2.00	2.00
TOTAL					14.00

Total Rupees Fourteen Crores 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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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.