



## Rating Rationale

Aland Spinners Pvt. Ltd.

19Jul2019

**Brickwork Ratings revises the ratings for the Bank Loan Facilities of ₹. 15.93 Crores of Aland Spinners Pvt. Ltd.**

### Particulars

Facility	Amount (₹ Crs)		Tenure	Rating*	
	Previous	Present		Previous (Nov, 2015)	Present
<b>Fund based</b>	17.73	17.73	Long Term	<b>BWR BB-</b> (BWR Double B minus) Outlook: Stable	<b>BWR D</b> (Pronounced as BWR D)
<b>Non Fund Based</b>	1.09	1.09	Short Term	<b>BWR A4</b> (BWR A Four)	
<b>Total</b>	18.82	18.82	INR Eighteen Crores and Eighty Two Lakhs Only		

\*Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings  
Complete details of Bank facilities is provided in Annexure-I

### Ratings: Downgraded

#### Rationale/Description of Key Rating Drivers/Rating sensitivities:

The present downgrade of the ratings has factored the liquidity stress the company is undergoing which has resulted in delay in meeting their debt obligations.

#### About the Company (Information received as on Nov, 2015)

Aland Spinners Private Limited started its commercial operations in October 2013. It is a family run private limited company promoted by Mr Natesan, the Director. The company is located at Pallipalayam, Namakkal district, Tamil Nadu. Amaravathi Textiles and Aditya Fabrics are sister concerns of the company and are involved in textile manufacturing. [Both are proprietorship concerns]. Aland Spinners is a shareholder of the company Sri Vinayaka Spinning Mill Pvt Ltd which is involved in manufacturing of yarn.

### Rating History for the last three years

S.No	Facility	Current Rating (2019)			Rating History		
		Type	Amount (₹ Crs)	Rating	07.02.17	04.11.15	20.06.14
	<b>Fund Based</b>	Long Term	17.73	<b>BWR D</b> (Pronounced as BWR D)	<b>Rating Not Reviewed</b>	<b>BWR BB-</b> (BWR Double B minus) <b>Outlook: Stable</b>	<b>BWR B+</b> (BWR Single B plus) <b>Outlook: Stable</b>
	<b>Non Fund Based</b>	Short Term	1.09			<b>BWR A4</b> (BWR A Four)	<b>BWR A4</b> (BWR A Four)
	<b>Total</b>		18.82	<b>₹ Eighteen Crores and Eighty Two Lakhs Only</b>			

Status of non-cooperation with previous CRA (if applicable)-NA

### Key Financial Indicators

Key Parameters	Units	2015	2014
Result Type		Audited	Audited
Operating Revenue	₹ Cr	27.31	11.35
EBITDA	₹ Cr	4.58	1.41
PAT	₹ Cr	1.01	0.05
Tangible Net worth	₹ Cr	5.35	3.06
Total Debt/Tangible Net worth	Times	3.36	5.64
Current Ratio	Times	0.89	0.36

### Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Infrastructure Sector](#)
- [Short Term Debt](#)



Analytical Contacts	Investor Contacts
<p><b>A P Kamath</b> Senior Director - Ratings B :+91 80 4040 9940 <a href="mailto:apkamath@brickworkratings.com">apkamath@brickworkratings.com</a></p> <p><b>Anisha Reddy</b> Ratings Analyst B :+91 80 4040 9940 Ext :339 <a href="mailto:anisha.r@brickworkratings.com">anisha.r@brickworkratings.com</a></p>	<p><b>Satish Nair</b> Director - Global Market Development &amp; Investor Relations M : +91 7738875550 B : +91 22 6745 6666 <a href="mailto:satish.n@brickworkratings.com">satish.n@brickworkratings.com</a></p>
<p><b>1-860-425-2742</b></p>	

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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**

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