

## RATING RATIONALE

12 February 2021

### Allena Auto Industries Pvt. Ltd

Brickwork Ratings revises the ratings for the Bank Loan Facilities of ₹33.80 Crores of Allena Auto Industries Pvt. Ltd 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 (Nov, 2019)	Present
<b>Fund Based</b>					
Cash Credit(Hyp)	27.00	27.00	Long Term	BWR BBB- (Reaffirmed)	BWR BB (Downgraded) "Issuer Not Cooperating"*
WC DL	(10.00)	(10.00)			
Term Loans	15.00	6.00			
<b>Non Fund Based</b>					
LC	0.50	0.50	Short Term	BWR A3 (Reaffirmed)	BWR A4 (Downgraded) "Issuer Not Cooperating"*
BG	0.30	0.30			
<b>Total</b>	<b>42.80</b>	<b>33.80</b>	<b>INR Thirty three crores and eighty lakhs only</b>		

# Please refer to BWR website [www.brickworkratings.com/](http://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

**Downgraded the long term rating at BWR BB (Issuer not cooperating) and short term rating at BWR A4 (Issuer not cooperating) based on best available information as the Issuer did not cooperate.**

The initial rating was done on 14<sup>th</sup> Sept, 2018 with the rating as BWR BBB- (Stable) / BWR A3. Subsequently on 19<sup>th</sup> Nov, 2019 the rating was reaffirmed at BWR BBB- (Stable) / BWR A3. The rating has become due for surveillance in Nov, 2020. Advisory in the form of Press Release was issued on 22<sup>nd</sup> Jan, 2021 as partial information was not received. BWR took up with the issuer/ bank to provide required information over emails. Despite the best efforts of BWR to get the minimum required information for a review, the entity has not provided the same and no feedback was received from the Bank. The entity has also not provided the NDS. 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, non cooperation 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 (in (₹ Cr) [AS AVAILABLE WITH BWR])

Key Parameters	Units	FY18	FY19
Result Type		Audited	Audited
Total Operating Income	Crores	119.28	155.12
OPBDIT	Crores	12.01	15.28
PAT	Crores	4.07	5.30
Tangible Net worth	Crores	25.83	31.32
Total Debt/TNW	Times	1.75	1.73
Current Ratio	Times	1.14	1.12

### COMPANY PROFILE (as available with BWR)

Allena Auto Industries Pvt.Ltd is the Original Component Manufacturer catering to the requirements of major automobile manufacturers such as Tata Motors Ltd, Maruti Suzuki India Ltd, Simpson & Co. Ltd, ISUZU, TBVC, Subros Ltd, Lucas TVS Ltd etc. The company commenced its business in the year 1976 in Wazirpur Industrial Area, Delhi. Since then it has expanded its operations and set up three more plants including their corporate office in Mohali, Punjab. The operations of the company are managed by the members of Thapar family. The family has been in this business for more than 4 decades now.

### NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: Nil

**RATING HISTORY FOR THE LAST THREE YEARS (INCLUDING WITHDRAWAL AND SUSPENDED)**

Instrument / Facilities	Current Rating			Rating History		
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	2020	2019	2018
Fund Based Cash Credit(Hyp) WCDL Term Loans	Long Term	27.00 (10.00) 6.00	<b>BWR BB</b> (Downgraded) “ <b>Issuer Not Cooperating</b> ”*	-	<b>BWR BBB-</b> (Reaffirmed)	<b>BWR BBB-</b> (Stable) [Assigned]
Non Fund Based LC BG	Short Term	0.50 0.30	<b>BWR A4</b> (Downgraded) “ <b>Issuer Not Cooperating</b> ”*	-	<b>BWR A3</b> (Reaffirmed)	<b>BWR A3</b> [Assigned]
Total	33.80		INR Thirty three crores and eighty lakhs only			

\*Issuer not cooperating based on best available information

**COMPLEXITY LEVELS OF THE INSTRUMENTS**

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

**Hyperlink/Reference to applicable Criteria**

[General Criteria](#)

[Approach to Financial Ratios](#)

[What constitutes Non-Cooperation](#)

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**ANNEXURE I**

*Allena Auto Industries Pvt. Ltd*

**Details of Bank Facilities rated by BWR**

Sl.No.	Type of Facilities	Short Term [₹ Cr]	Long Term [₹ Cr]	Total [₹ Cr]
1.	<b>Fund Based</b>			
	Cash Credit(Hyp)		27.00	27.00
	WCDL	-	(10.00)	(10.00)
	Term Loans		6.00	6.00
2.	<b>Non Fund Based</b>			
	LC	0.50	-	0.50
	BG	0.30		0.30
<b>TOTAL</b>				<b>33.80</b>

**Total Rupees Thirty three crores and eighty lakhs only**

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