

RATING RATIONALE

30 Sep 2019

Allied Exims

Brickwork Ratings revises the ratings for the Bank Loan Facilities of ₹39Crores of Allied Exims based on best available information, as the issuer did not cooperate.

Particulars

Facilities Availed	Previous Amount (Rs. Crs)	Present Amount (Rs.Crs)	Tenure	Previous Rating	Present Rating [^]
Fund Based	32.00	32.00	Short Term	BWR A4+ (Pronounced as Single A Four Plus) Rating Not Reviewed	BWR A4 (Pronounced as Single A Four) Downgrade Issuer Non Cooperation*
Non Fund Based	7.00	7.00			
Total	39.00	39.00	Rs.Thirty 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&II

RATING ACTION : Downgraded to BWR A4 under Issuer Non Cooperation.

The initial rating was done in May 2018 with the rating assigned BWR A4+. Rating was due for a review in May 2019. BWR followed up with the issuer to provide the required information over numerous emails. Despite the best efforts of BWR to get at least the minimum required business and financial information and documents for a review, the issuer 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 and the same was moved to the RNR category in Aug 2019. The issuer, Allied Exims did not cooperate for rating for the bank loan facilities of Rs.39 Crs.

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 the required information for a review of the assigned rating may also be accompanied by financial stress.

KEY FINANCIAL INDICATORS [AS AVAILABLE WITH BWR]

Key Parameters	Units	FY 16	FY 17
Result Type		Audited	Audited
Total Operating Income	Rs.in Crs	74.10	68.18
OPBDIT	Rs.in Crs	4.23	3.82
PAT	Rs.in Crs	0.37	0.38
Tangible Net Worth	Rs.in Crs	11.73	11.70
TOL/TNW	in Times	4.12	4.60
Current Ratio	in Times	1.07	1.08

COMPANY PROFILE

Allied Exim is set up in 1993 as a partnership firm having six partners who are family members Mr. Akhtar Qaiyum, Mr. Arshad Qaiyum, Mr. Rafad Qaiyum, Mr. Irshat Qaiyum, Mr. Sarwat Qaiyum, and Mr. Farhat Qaiyum, having registered office in Kanpur (Uttar Pradesh) The firm is engaged in the manufacturing of leather products such as finished leather, shoe uppers and saddlery which are exported mainly to European countries like Italy. It is a 100% Export Oriented Unit.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: NA

RATING HISTORY

Facilities Availed	Rating Assigned			Rating History			
	Amount (In Crs)	Tenure	Rating Assigned	Aug 2019	May 2018	2017	2016
Fund Based	32.00	Short Term	BWR A4 (Pronounced as BWR Single A Four) *Issuer Non Cooperation	Rating Not Reviewed	BWR A4+ (Pronounced as BWR Single A Four Plus)	NA	NA
Non Fund Based	7.00						
Total	39.00	Rs.Thirty Nine Crores Only					

COMPLEXITY LEVELS OF THE INSTRUMENTS

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

Hyperlink/Reference to applicable Criteria

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ANNEXURE I

Allied Exims

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	Jammu and Kashmir Bank	Packing Credit	-	12.00	12.00
2		Post Shipment (LC/Non LC)	-	20.00	20.00
3		Advance against collection	-	(3.00)	(3.00)
4		ILC/FLC/Buyers Credit	-	7.00	7.00
TOTAL					39.00

Total Rs.Thirty Nine Crores Only



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