

**Ama Industries Pvt. Ltd.**

**Brickwork Ratings revises the long term rating and reaffirms the short term ratings for the Bank Loan facilities of ₹ 6.50 Crore of Ama Industries Pvt. Ltd. based on best available information, as the issuer did not cooperate.**

**Particulars**

Facility	Amount (₹ Crs)		Tenure	Rating*	
	Previous	Present		Previous (August 2019)	Present
Fund based	3.00	3.00	Long Term	BWR B- Stabe	BWR C Downgraded Issuer Not Cooperating
Non Fund Based	3.50	3.50	Short Term	BWR A4	BWR A4 Reaffirmed Issuer Not Cooperating
<b>Total</b>	<b>6.50</b>	<b>6.50</b>	<b>INR Six Crore and Fifty lakh only.</b>		

\*Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings  
Issuer did not co-operate; based on best available information

**RATING ACTION / NATURE OF NON-COOPERATION**

The rating was due for a review in August 2020. BWR took up with the issuer to provide required information over emails dated 14th,16th,23rd,31st July ,7th,14th,21st,28th Aug,4th and 11th Sep 2020.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/Company, BWR is unable to assess the issuer’s/Company’s financial performance and its ability to service its debt and maintain a valid rating.Hence on account of inadequate information,lack of management cooperation and bankers feedback ,Brickworks Ratings has downgraded the long term rating to BWR C (Issuer Not Cooperating) and reaffirm the short term rating to BWR A4 Issuer Not Cooperating.

**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. Users of the credit rating should

therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non- transparency and withholdings of the information required for a review of the rating.

**About the Company (Information as available in August 2019)**

Ama Industries Private Limited, a part of ‘Ama Group of Companies,’ is a leading ISO accredited Manufacturer of Explosives & Accessories in India. The company has strengthened its presence within mining industries for coal & metals, quarrying, tunneling, construction and seismic explorations across the country. Ama Industries have a comprehensive product range of Large & Small Dia Cartridge Explosives, Permitted Slurry Explosives, Bulk Emulsion Explosives, Seismic Explosives, Detonating Fuse, NONEL Detonator, Relay Detonator/ Cord Relay etc.

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

Key Parameters	Units	FY 2018	FY 2017
Result Type		Audited	Audited
Net Sales/Revenues	₹ Cr	18.58	13.07
EBITDA	₹ Cr	-0.55	-2.58
PAT	₹ Cr	-3.36	-4.67
Tangible Net Worth	₹ Cr	-4.39	-1.04
Total Debt /TNW	Times	-3.85	-14.40
Current Ratio	Times	0.96	1.03

**Rating History for the last three years (including withdrawn/suspended ratings)**

Sr No.	Facility	Current Rating			Rating History		
		Type	Amount (Cr)	Rating	Aug 2019	2018	April 2017
1	Fund Based	Long Term	3.00	BWR C Issuer Not Cooperating (Downgraded)	BWR B- Stable	NIL	BWR B
2	Non Fund Based	Short Term	3.50	BWR A4 Issuer Not Cooperating (Reaffirmed)	BWR A4	NIL	BWR A4
	Total		6.50	INR Six Crore and Fifty lakh only.			

**Hyperlink/Reference to applicable Criteria**

- **General Criteria**
- **Approach to Financial Ratios**
- **What Constitutes Non-Cooperation**

For any other criteria obtain **hyperlinks** from website

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**ANNEXURE I**

**Ama Industries Pvt. Ltd.**  
**Details of Bank Facilities rated by BWR**

Sr. No.	Name of the Bank	Type of Facilities	Tenure	Total [₹ Cr]
1	Union Bank of India	Cash Credit	Fund Based Long Term	3.00
		Bank Guarantee	Non Fund Based Short Term	3.50
				6.50

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**About Brickwork Ratings :** Brickwork Ratings (BWR), a Securities and Exchange Board of India [SEBI] registered Credit Rating Agency and accredited by Reserve Bank of India [RBI], offers credit ratings of Bank Loan, Non-convertible / convertible / partially convertible debentures and other capital market instruments and bonds, Commercial Paper, perpetual bonds, asset-backed and mortgage-backed securities, partial guarantees and other structured / credit enhanced debt instruments, Security Receipts, Securitisation Products, Municipal Bonds, etc. BWR has rated over 11,400 medium and large corporates and financial institutions' instruments. BWR has also rated NGOs, Educational Institutions, Hospitals, Real Estate Developers, Urban Local Bodies and Municipal Corporations. BWR has Canara Bank, a leading public sector bank, as one of the promoters and strategic partners. 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** 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.