

RATING RATIONALE

10 Dec 2020

Amarsai Shrink Pack Pvt. Ltd.

Brickwork Ratings reaffirms the long term and short term rating for the Bank Loan Facilities of ₹ 20.00 Crores of Amarsai Shrink Pack Pvt. Ltd. based on best available information, as the Issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (November, 2019)	Present
Fund Based	18.00	18.00	Long Term	BWR D Issuer Not Cooperating*	BWR D Issuer Not Cooperating* (Reaffirmed)
Non-Fund Based	2.00	2.00	Short Term	BWR D Issuer Not Cooperating*	BWR D Issuer Not Cooperating* (Reaffirmed)
Total	20.00	20.00	INR Twenty Crores Only		

Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

* Issuer did not cooperate, based on best available information.

RATING : Reaffirmed the long term and short term rating while rating continues to remain in the 'Issuer Not Cooperating' category.

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

Brickwork Ratings reaffirms the long term and short term rating at BWR D; Issuer not Cooperating for the Bank Loan Facilities of Amarsai Shrink Pack Pvt. Ltd. amounting to ₹ 20.00 Crores, based on the best available information as the company has not provided any information/papers.

Brickwork Ratings had initially rated Amarsai Shrink Pack Pvt. Ltd.'s bank loan facilities amounting to Rs. 20.00 Crores in March 2014. The rating assigned was BWR BB- (Stable)/A4. In May 2016, the outstanding ratings were upgraded to BWR BB (Stable)/A4. In January 2017, the outstanding ratings were reaffirmed at BWR BB (Stable)/A4. In August 2018, the company was categorised under "Rating not Reviewed", on account of the required information not being provided.



In October 2019, as per information received from IBBI's (Insolvency and Bankruptcy Board of India) public announcement, it was noted that the National Company Law Tribunal had ordered the commencement of a corporate insolvency resolution process against Amarsai Shrink Pack Pvt. Ltd. Subsequently in November 2019, as per banker feedback dated 14th November 2019, BWR was informed that the account had turned NPA in 2018 and hence the rating was downgraded to BWR D; Issuer not Cooperating.

BWR took up with the company to provide required information for conducting a review of the ratings through emails and calls dated 23rd, 29th October, 13th, 30th November, 1st and 7th December 2020. Despite the best efforts of BWR to get at least the minimum required information for a review, the company has not provided the same. BWR reached out to the banker dated 23rd, 29th October and 7th December 2020, but received no response. As per call dated 23rd October 2020, SBI Mahatma Nagar Branch Nashik informed us that the account had been transferred to SBI MIDC Satpur Branch, Nashik. SBI Satpur Branch has not responded to our calls or emails. Due to the continued lack of management cooperation and in the absence of adequate information from the Company, BWR is unable to assess the Company's ability to service its debt and maintain a valid rating. Hence, based on best available information, Brickwork Ratings has reaffirmed the long term and short term rating at BWR D; ISSUER NOT COOPERATING* category.

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.

KEY FINANCIAL INDICATORS (in ₹ Cr) [As Available with BWR]

Key Parameters	Units	FY 16	FY 15
Result Type		Audited	Audited
Operating Revenue	₹ Cr	43.03	38.32
EBITDA	₹ Cr	4.55	4.32
PAT	₹ Cr	1.76	1.35
Tangible Net Worth	₹ Cr	10.12	8.36
Total Debt/Tangible Net Worth	Times	0.97	1.35
Current Ratio	Times	1.55	1.50

COMPANY PROFILE (Information as available in January, 2017)

Amarsai Shrink Pack Pvt. Ltd. (ASPPL) was incorporated as on 07.04.2010 by converting it into private limited company from a constitution of partnership firm that was established previously in the year 2006 in the name of Amarsai Shrink Pack by partners Mr. Machindra Shewale and Mr. Popat Gangurde. The company was established for the exclusive manufacture of PVC shrink film and reserve printed shrink labels. Backed by excellent technical expertise and infrastructure.

NON-COOPERATION WITH PREVIOUS RATING AGENCY: N/A

RATING HISTORY FOR THE PREVIOUS THREE YEARS [including withdrawal and suspended]

Instrument / Facilities	Current Rating			Rating History For The Previous Three Years [including withdrawal and suspended]		
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	2019	2018	2017
Fund Based	Long Term	18.00	BWR D Issuer Not Cooperating* [Reaffirmed]	BWR D Issuer Not Cooperating*	-	BWR BB (Stable)
Non-Fund Based	Short Term	2.00	BWR D Issuer Not Cooperating* [Reaffirmed]	BWR D Issuer Not Cooperating*	-	BWR A4
Total		20.00	INR Twenty Crores Only			

* Issuer did not cooperate. Based on best available information

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](#)

ANNEXURE I

Amarsai Shrink Pack Pvt. Ltd.

Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Type	Tenure	Total [₹ Cr]
1)	State Bank of India, MIDC Satpur Branch, Nashik	Cash Credit	Fund Based	Long Term	10.00
2)		Term Loan			8.00
3)		Letter of Credit	Non-Fund Based	Short Term	2.00
TOTAL					20.00

Analytical Contacts	
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