

## RATING RATIONALE

14 Nov 2019

### Amarsai Shrink Pack Private Limited

Brickwork Ratings Revises the ratings for the Bank Loan Facilities ₹ 20.00 crores of Amarsai Shrink Pack Private Limited based on best available information, as the issuer did not cooperate. Accordingly, the rating for the said Bank Loan Facility is Downgraded to BWR D under ISSUER NOT COOPERATING\*.

### Particulars

Facility	Amount (₹ Cr)				Tenure	Rating#			
	Previous	Previous	Previous	Present		Previous (March, 2014)	Previous (May, 2016)	Previous (January, 2017)	Present
<b>Fund Based</b> Cash Credit Term Loan	5.00 2.66	5.45 2.69	10.00 8.00	10.00 8.00	Long Term	BWR BB- (Stable)	BWR BB (Stable)	BWR BB (Stable)	BWR D (Downgraded) Issuer Not Cooperating*
<b>Non Fund Based</b> Letter of Credit	0.45	1.00	2.00	2.00	Short Term	BWR A4	BWR A4	BWR A4	BWR D (Downgraded) Issuer Not Cooperating*
Total	8.11	9.14	20.00	20.00	INR Twenty Crores Only				

# 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&II

### RATING ACTION/ OUTLOOK/NATURE OF NON-COOPERATION :

BWR has assigned the rating of BWR BB/A4 in January, 2017. The rating was due for surveillance in January, 2018. The firm was being followed up for surveillance dated 30th July, 5th August, 12th September, 1st November 12th November 2019 for its rating but no information has been received despite close follow up. The bank for followed up dated 1st August, 1st November, 14th November 2019. The concern Amarsai Shrink Pack Private Limited did not cooperate for review of rating for the bank loan facilities of Rs. 20.00 Crs. In the absence of



adequate information from the Company, Brickwork Ratings is unable to assess the Company's financial performance and its ability to service its debt and maintain a valid rating. **The Company is under Insolvency and Bankruptcy Board of India vide public announcement dated 2nd November 2019.** Hence, on account of inadequate information and lack of management cooperation and public notice on IBBI website, Brickwork Ratings has revised the rating of the said bank loan facilities as **BWR D 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.

#### COMPANY PROFILE (Information as on 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.

#### KEY FINANCIAL INDICATORS [AS AVAILABLE WITH BWR as on January, 2017]

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

**NON-COOPERATION WITH PREVIOUS RATING AGENCY :- NIL**

## RATING HISTORY

Facilities	Current Rating			Rating History		
	Tenure	Amount (₹ Cr)	Rating	2017	2016	2014
<b>Fund Based</b>	Long Term	18.00	<b>BWR D</b> (Downgraded) <b>Issuer Not Cooperating*</b>	<b>BWR BB</b> (Stable)	<b>BWR BB</b> (Stable)	<b>BWR BB-</b> (Stable)
<b>Non Fund Based</b>	Short Term	2.00	<b>BWR D</b> (Downgraded) <b>Issuer Not Cooperating*</b>	<b>BWR A4</b>	<b>BWR A4</b>	<b>BWR A4</b>
Total		<b>20.00</b>	<b>INR Twenty Crores Only</b>			

\* Issuer did not cooperate. 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](#)

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**ANNEXURE I**

**Amarsai Shrink Pack Private Limited**

**Details of Bank Facilities rated by BWR**

<b>Sl.No</b>	<b>Name of the Bank</b>	<b>Facilities</b>	<b>Type</b>	<b>Tenure</b>	<b>Total [₹ Cr]</b>
1.	State bank of India, Mide Satpur Branch, Nasik	Cash Credit Term Loan	Fund Based	Long Term	10.00 8.00
2.		Letter of Credit	Non Fund Based	Short term	2.00
<b>INR Twenty Crores Only</b>					<b>20.00</b>

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