

RATING RATIONALE

AMBUJA PIPES PRIVATE LIMITED

Brickwork Ratings reaffirmed the long term ratings and short term ratings for the Bank Loan Facilities of ₹ 41.69 Crores of Ambuja Pipes Private Limited based on best available information, as the issuer did not cooperate.

Particulars

| Facility | Amount (₹ Cr) | | Tenure | Rating* | |
|---|---------------|---------------|---|-----------------------------|--|
| | Previous | Present | | Previous (August, 2019) | Present |
| Fund Based Cash Credit Limit Term Loan (O/S) | 24.45 7.99 | 24.45 7.99 | Long Term | BWR BB Stable Upgrade | BWR BB Stable Reaffirmed Issuer Not Cooperating |
| Non Fund Based ILC/FLC | 9.25 | 9.25 | Short Term | BWR A4 Reaffirmed | BWR A4 Reaffirmed Issuer Not Cooperating |
| Total | 41.69 | 41.69 | INR Forty One Crores Sixty Nine Lakhs Only | | |

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

Issuer did not co-operate; based on best available information.

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

BWR reaffirmed the long term rating of BWR BB Stable and short term rating of BWR A4 based on the best available information as the Issuer did not Cooperate.

Initially BWR had rated Bank Loan facilities amounting of Rs. 28.97 Crs (Fund based & Non



Fund Based) of Ambuja Pipes Private Limited on 24 October 2017. The rating assigned was a long term rating of BWR BB- Stable and Short Term Rating of BWR A4. The rating was due for review in 2018. The long term rating was further upgraded to BWR BB Stable & reaffirmed short term rating of BWR A4 on 20.08.2019 for bank loan facilities of Rs 41.69 crores (Fund Based & Non Fund Based). The rating was due for review in August 2020. BWR took up with the issuer to provide required information over emails and sent an email to Banker. As per telephonic feedback received from banker conduct of account is regular and standard. Despite the best efforts of BWR to get at least the minimum required information for a review, the entity has not provided the same. The company has not submitted No Default Statement also. 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.

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

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

| Key Parameters | Units | FY18 | FY17 |
|--------------------|-------|---------|---------|
| Result Type | | Audited | Audited |
| Operating Revenues | Crs | 93.04 | 82.43 |
| EBIDTA | Crs | 6.72 | 7.59 |
| PAT | Crs | 0.97 | 0.92 |
| Tangible Net Worth | Crs | 11.48 | 10.51 |
| TOL/TNW | Times | 4.98 | 4.96 |
| Current Ratio | Times | 1.41 | 1.34 |

COMPANY PROFILE [AS AVAILABLE WITH BWR]

Ambuja Pipes Private Limited was incorporated in 1999 as a Private Limited company. The registered and corporate office of the company is in Jaipur. The company is in the manufacturing of ERW pipes, GI Pipes, PSR (Pressed Steel Radiators). The manufacturing facility is also in



Jaipur. The company is managed by Mr. Vishnu Kumar Agarwal, the founder director, and his son Mr. Bharat Agarwal.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY : ICRA B Stable /A4 under Issuer Not Cooperating on 25.08.2020.

Rating History for the last three years (including withdrawal/suspended)

| Instrument /Facilities | Current Rating | | | Rating History | | |
|---|--------------------------------|---------------|---|------------------------------|------|-------------------------------|
| | Tenure (Long Term/ Short Term) | Amount (₹ Cr) | Rating | 2019 | 2018 | 2017 |
| Fund Based Cash Credit Limit Term Loan (O/S) | Long Term | 24.45 7.99 | BWR BB Stable Reaffirmed Issuer Not Cooperating | BWR BB Stable Upgraded | NA | BWR BB- Stable Assigned |
| Non Fund Based ILC/FLC | Short Term | 9.25 | BWR A4 Reaffirmed Issuer Not Cooperating | BWR A4 Reaffirmed | NA | BWR A4 Assigned |
| Total | | 41.69 | INR Forty One Crores Sixty Nine Lakhs Only | | | |

^Issuer did not co-operate; 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

| Analytical Contacts | Investor and Media Relations |
|---|---|
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**ANNEXURE I - Ambuja Pipes Private Limited
Details of Bank Facilities rated by BWR**

| Sl.No. | Name of the Bank | Type of Facilities | Long Term/Short Term [₹ Cr] | Total[₹ Cr] |
|---|----------------------|---|--|--------------------------|
| 1 | Punjab National Bank | <p><u>Fund Based</u> Cash Credit Limit Term Loan (O/S)</p> <p><u>Non Fund Based</u> ILC/FLC</p> | <p><u>Long Term</u> 24.45 7.99</p> <p><u>Short Term</u> 9.25</p> | <p>32.44</p> <p>9.25</p> |
| TOTAL INR Forty One Crores Sixty Nine Lakhs Only | | | | 41.69 |



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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.