



Rating Rationale

Ambuja Ginning Pressing & Oil Company Pvt Ltd

23 Mar 2018

Brickwork Ratings has reviewed the Rating for the Bank Loan facilities of ₹ 9.24 Crore of Ambuja Ginning Pressing & Oil Company Pvt Ltd based on best available information, as the issuer did not cooperate. Accordingly the rating for the said instrument is as under

Particulars

Facility	Amount (₹ Crores)		Tenure	Rating *	
	Previous	Present		Previous (December 2015)	Present
Fund Based Cash Credit Term Loan	8.00 1.24	8.00 1.24 [^]	Long Term	BWR B+ (Pronounced as BWR B Plus) Outlook: Stable	Issuer did not Cooperate; Based on best available information BWR B (Pronounced as BWR Single B) (Outlook: Stable) (Downgraded)
Total	9.24	9.24	INR Nine Crores & Twenty Four Lakhs Only		

[^] Term loan amount outstanding is as on December-2015.

*Please refer to BWR website www.brickworkratings.com for definition of the rating assigned

Long term rating downgraded

Nature of Non-cooperation:

The rating was due for a review in March-2018. BWR took up with the issuer to provide required information over emails dated 28.2.2018, 5.3.2018, 8.3.2018, 12.3.2018, 22.3.2018 and through telephone calls. The matter was taken up with the banker. 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.

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.

About the Company (Information as available in December 2015)

Ambuja Ginning Pressing & Oil Company Pvt. Ltd. (AGPOCPL) was incorporated in the year 1995. The company has manufacturing unit in Talaja, Bhavnagar, Gujarat. The company is engaged in cotton ginning & pressing, cotton oil extraction & other allied activities. It is managed by four directors namely Mr. Ashokbhai Lathiya, Mr. Jinabhai Patel, Mr. Manojbhai Lathiya and Mr. Tulshibhai Patel. The company procures raw material mainly from farmers, Dealers and brokers spread over various cities of Gujarat. It currently has 32 double roller ginning machines, one pressing machine (automatic) and five expellers with the installed capacity to produce 600 cotton bales, three MT of cottonseed oil and 30 MT cottonseed oil cake per day (1 shift). Customers are spread over 3-5 states of India.

Rating History for the last three years (including withdrawn/suspended ratings)

S.No	Instrument /Facility	Current Rating (2018)			Rating History		
		Type	Amount (₹ Cr)	Rating*	31-Mar-2017	2016	29-Dec-2015
1 2	Fund Based Cash Credit Term Loan	Long Term	8.00 1.24^	Issuer did not Cooperate; BWR B (Pronounced as BWR Single B) (Outlook: Stable) (Downgraded)	Rating Not Reviewed	Not Rated	BWR B+ (Pronounced as BWR B Plus) Outlook: Stable
	Total		9.24	INR Nine Crores & Twenty Four Lakhs Only			

^ Term loan amount outstanding is as on December-2015.

*Please refer to BWR website www.brickworkratings.com for definition of the rating assigned



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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For print and digital media

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Note on complexity levels of the rated instrument:

BWR complexity levels are meant for educating investors. The BWR complexity levels are available at www.brickworkratings.com/download/ComplexityLevels.pdf Investors queries can be sent to info@brickworkratings.com.

About Brickwork Ratings

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, has also been accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a Nationalized Bank, as its promoter and strategic partner.

BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Guwahati, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations. BWR has rated debt instruments/bonds/bank loans, securitized paper of over ₹ 10,00,000 Cr. In addition, BWR has rated over 6300 MSMEs. Also, Fixed Deposits and Commercial Papers etc. worth over ₹24,440 Cr have been rated.

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.