



Rating Rationale

23 Feb 2024

Amitara Overseas Pvt. Ltd. (erstwhile Amitara Overseas Ltd)

Brickwork Ratings revises the long term ratings and short term ratings for the Bank Loan Facilities of ₹40.15 Crores, migrating the rating to Issuer Not Cooperating category and simultaneously withdraws the same for Amitara Overseas Pvt. Ltd. (erstwhile Amitara Overseas Ltd) (AOPL).

Particulars

Facility	Amount (Rs in Crs)		Tenure	Rating*	
	Previous	Present		Previous (November, 2022)	Present
Fund based	35.41	25.15	Long Term	BWR BBB/Stable Downgraded	BWR BB+/Stable, Issuer not cooperating* & withdrawn Downgraded
Non Fund Based	15.00	15.00	Short Term	BWR A3+ Downgraded	BWRA4+, Issuer not cooperating* & withdrawn Downgraded
Total	50.41	40.15	Rupees Forty Crores and Fifteen Lakhs Only		

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

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

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION/ WITHDRAWAL

The bank loan rating was due for annual review on 23 November, 2022. Brickwork Ratings (BWR) took up with the issuer to provide the required information over emails and through telephone calls. Despite the best efforts of BWR to get at least the required additional information for a review, the company has not provided the same. The current rating action has been taken by BWR basis the best available information.

In view of the non-availability of information and lack of cooperation from the issuer, BWR has downgraded the long term and short term rating to 'BWR BB+ (Stable)/BWR A4+', and simultaneously migrated them to the "Issuer Not Cooperating" category. The ratings are also withdrawn on the basis of company's request for withdrawal and pursuant to receiving No Objection Certificates (NOC) from lenders. The withdrawal of ratings is in line with BWR's withdrawal policy for bank loan ratings.



Limitation of the Rating:

Information availability risk is a key factor in the assessment of credit risk as generally, non-cooperation 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 withholding of the information required for a review of the rating.

About the Company (Information available as of November 2022)

AOPL belongs to Jindal Group, which is a well known name in the Textile Industry having Spinning, Weaving, Processing and even stitching facilities at their Narol & Vatva locations. AOPL is engaged in manufacturing and weaving of yarn.

KEY FINANCIAL INDICATORS - (AOPL) (Information available as of November 2022)

Key Financial Indicators	Unit	FY22 Audited	FY23 Audited	9MFY24 Unaudited
Total Operating Income	(in Rs Cr)	409.42	Not Available	Not Available
EBITDA	(in Rs Cr)	15.52	Not Available	Not Available
PAT	(in Rs Cr)	2.03	Not Available	Not Available
Tangible Net Worth	(in Rs Cr)	52.71	Not Available	Not Available
Total debt/ TNW	Times	3.20	Not Available	Not Available
Current ratio	Times	4.52	Not Available	Not Available

KEY COVENANTS OF THE FACILITY RATED: Not Applicable

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: No Non cooperation with other CRAs.



Rating History for the last three years [including withdrawal/suspended]

Facilities	Current Rating (2024)			2023	23 Nov, 2022		26 Aug,2021		27 May,2020	
	Tenure	Amt (Rs in Cr)	Rating		Amt (Rs in Cr)	Rating	Amt (Rs in Cr)	Rating	Amt (Rs in Cr)	Rating
Fund Based	Long Term	25.15	BWR BB+/Stable, Issuer not cooperating* & withdrawn Downgraded	-	35.41	BWR BBB/Stable Downgraded	43.90	BWR BBB+ (CE) (Stable) Reaffirmed	39.98	BWR BBB+ (CE) (Stable) Reaffirmed
Non Fund Based	Short Term	15.00	BWRA4+, Issuer not cooperating* & withdrawn Downgraded	-	15.00	BWR A3+ Downgraded	3.75	BWR A2 (CE) Reaffirmed	3.75	BWR A2 (CE) Reaffirmed
Total		40.15			50.41		47.65			

COMPLEXITY LEVELS OF THE INSTRUMENTS

Bank Loan Rating: Simple

For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Manufacturing Companies](#)
- [Short Term Debt](#)
- [BWR Withdrawal Policy](#)
- [BWR Approach to financial ratio](#)
- [What constitutes Non cooperation](#)

For any other criteria obtain hyperlinks from website

Analytical Contacts	
Kunjal Dabhi Sernir Rating Analyst-Ratings Kunjal.d@brickworkratings.com	Niraj Kumar Rathi Director - Ratings Niraj.r@brickworkratings.com
1-860-425-2742	media@brickworkratings.com



Amitara Overseas Pvt. Ltd
ANNEXURE I
Details of Bank Loan Facilities

Name of the Bank	Type of Facilities	Long Term (Rs.Crs.)	Short Term (Rs.Crs.)	Total (Rs.Crs.)
Karur Vysya Bank	OCC	10.00	-	10.00
	Term loan	12.22	-	12.22
	WC TL - GECL	2.93	-	2.93
	ILC/FLC/BG	-	15.00	15.00
	TOTAL	25.15	15.00	40.15
Rupees Forty Crores and Fifteen Lakhs Only				

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