

RATING RATIONALE

**M/s Amitech Textiles Limited
(Erstwhile M/s Amitech Industries Limited)**

Brickwork Ratings Revises the ratings for the Bank Loan Facilities of ₹ 21.05 Crores of M/s. Amitech Textiles Limited (Erstwhile M/s Amitech Industries Limited) based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (May 2015)	Present
Fund based Cash Credit Term Loan	11.00 9.79	11.00 9.79	Long Term	BWR BB- (Stable)	BWR D (Downgraded) Issuer did not cooperate
Non Fund Based Bank Guarantee	0.26	0.26	Short Term	BWR A4	BWR D (Downgraded) Issuer did not cooperate
Total	21.05	21.05	INR Twenty One Crores and Five Lakhs Only		

Please refer to BWR website 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

RATING ACTION / OUTLOOK / NATURE OF COOPERATION

Downgraded to BWR D (Issuer did not Cooperate) based on best available information as the issuer did not cooperate.

BWR has assigned the initial rating at BWR D on 11th October, 2013. The rating was then upgraded to BWR BB-/A4 with Stable outlook 22nd May, 2015. The review of the rating was pending and due to non-availability of information to conduct annual review, Rating Not



Reviewed Advisory was issued on 7 August, 2018. Based upon assessment of the situation involving non-availability of required information and negative banker's feedback on the conduct of the account, the rating is downgraded to BWR D (Issuer did not Cooperate).

LIMITATIONS OF THE RATING

Any information availability risk and negative Banker's Feedback are the key factors 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	FY 13	FY 12
Result Type		Audited	Provisional
Operating Revenue	Cr	25.22	26.54
EBITDA	Cr	2.03	1.84
PAT	Cr	0.36	0.33
TNW	Cr	6.22	5.52
Total Debt/TNW)	times	1.98	2.04

COMPANY PROFILE

Amitech Industries Ltd (AIL) was established in the year 1992 having its registered office in Panki, Kanpur. Company was started by Mr. Anil Pandey the current CMD. AIL was engaged in the production of Polyester and Nylon dyed yarn from its plant located in Panki, Kanpur. The company has changed its name to Amitech Textiles Limited on 20th Aug, 2013. ATL was engaged in texturising, dyeing and processing of man made yarns. ATL is an ISO 9001:2008 certified Company.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY

Not Available

RATING HISTORY

Instrument / Facilities	Current Rating			Rating History		
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	7 August, 2018	May 2017	May 2016*
Fund Based Cash Credit Term Loan	Long Term	11.00 9.79	BWR D (Downgraded) Issuer did not cooperate	Rating Not reviewed	-	-
Non Fund Based Bank Guarantee	Short Term	0.26	BWR D (Downgraded) Issuer did not cooperate			
Total		21.05	INR Twenty one Crores and Five Lakhs Only			

* BWR had assigned initial rating BWR D on 11/11/2013 for Rs 22.34 Crs. The rating was then upgraded to BWR BB-/A4 with Stable Outlook on 22/05/2015 for Rs. 21.05 Crores

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](#)

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ANNEXURE I

M/s. Amitech Textiles Limited (Erstwhile M/s Amitech Industries Limited)

Details of Bank Facilities rated by BWR

Name of the Bank	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
Bank of India, SME Branch- Dadanagar, Kanpur	Fund Based: Cash Credit Term Loan	11.00 9.79	-	20.79
	Non Fund Based Bank Guarantee		0.26	0.26
TOTAL				21.05

Total Rupees Twenty One Crores and Five Lakhs Only

**For print and digital media**

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DISCLAIMER

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