

RATING RATIONALE

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

Brickwork Ratings reaffirms 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 (Oct 2019)	Present
Fund based Cash Credit Term Loan	11.00 9.79	11.00 9.79	Long Term	BWR D (Downgraded) ISSUER NOT COOPERATING	BWR D Reaffirmed ISSUER NOT COOPERATING
Non Fund Based Bank Guarantee	0.26	0.26	Short Term		
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

Reaffirmed to BWR D (ISSUER NOT COOPERATING) based on best available information as the issuer did not cooperate.

The initial rating was done on 11th Nov, 2013 with rating assigned as BWR D, which was valid for 12 months from the date of assigned rating. The rating was then upgraded to BWR BB-(Stable)/A4 on 22nd May, 2015. The rating was downgraded to BWR D under Issuer Non-Cooperation category on 11th Oct, 2019 due to the negative Banker's Feedback on the conduct of the account. BWR has been regularly seeking No default statement (NDS) from the company, but the company has not provided NDS. Hence, on account of inadequate information,



lack of management cooperation, and non-submission of NDS, Brickwork Ratings has reaffirmed the long term and short term rating to BWR D under 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 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	Audited
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 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 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 FOR THE LAST THREE YEARS (including withdrawn/ suspended ratings)

Instrument / Facilities	Current Rating (2020)			Rating History		
Facility	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	11/10/2019	2018	2017
Fund Based Cash Credit Term Loan	Long Term	11.00 9.79	BWR D Reaffirmed ISSUER NOT COOPERATING	BWR D Downgraded ISSUER NOT COOPERATING	-	-
Non Fund Based Bank Guarantee	Short Term	0.26				
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



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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.