

RATING RATIONALE

21 Jan 2020

Amman Industries

Brickwork Ratings revises the Ratings for the Bank Loan facilities of ₹11.85 Crore of Amman Industries based on best available information, as the issuer did not cooperate.

| Instruments / Facilities** | Amount (Rs.Crs) | | Tenure | Rating# | |
|----------------------------|-----------------|--------------|--|-------------------|--|
| | Previous | Present | | Previous Dec 2018 | Present |
| Fund based | 11.85 | 11.85 | Long Term | BWR D | BWR D Issuer Not Cooperating* Reaffirmed |
| Total | 11.85 | 11.85 | Rupees Eleven Crores and Eighty 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 NON-COOPERATION

The rating was due for a review in December 2019. BWR took up the matter with the issuer to provide required information over email and through telephone calls. Despite the best efforts of Brickwork Ratings to get the minimum required information for a review through emails and through telephone calls, the entity has not provided the same. In the absence of adequate information from the Company, BWR is unable to assess the concern's financial performance and its ability to service its debt and maintain a valid rating. As per feedback from banker, the account has continued to be Non Performing Asset (NPA). Hence, based on best available information and lender feedback, Brickwork Ratings has reaffirmed the ratings to BWR D and migrated the ratings to the ISSUER NOT COOPERATING* category.

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.

KEY FINANCIAL INDICATORS [AS AVAILABLE WITH BWR]

| Key Financial Indicators | Units | 2018 | 2017 |
|-------------------------------|-------|-------------|---------|
| Result Type | | Provisional | Audited |
| Operating Revenue | ₹ Cr | 34.26 | 24.15 |
| EBITDA | ₹ Cr | (0.02) | 0.74 |
| PAT | ₹ Cr | 0.06 | 0.10 |
| Tangible Net worth | ₹ Cr | 0.64 | 0.55 |
| Total Debt/Tangible Net worth | Times | 18.58 | 24.66 |
| Current Ratio | Times | 1.01 | 1.20 |

PROFILE OF THE CONCERN

Amman Industries was established on 15 July 2002 by Mr. Jeethendra Patel as a proprietorship concern. The concern is engaged in the import and trading of round timber logs.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY : NIL

RATING HISTORY FOR THE PREVIOUS THREE YEARS

| Sl. No. | Instrument /Facility | Current Rating (Year 2020) | | | Rating History | | | | |
|---------|----------------------|-----------------------------|-----------------|---|---------------------|----------|---------------------|------|----------------|
| | | Type (Long Term/Short Term) | Amount (Rs Crs) | Rating | Dec 2019 | Dec 2018 | Aug 2018 | 2017 | Oct 2016 |
| 1 | CVPOD | Long Term | 11.85 | BWR D Issuer Not cooperating* Reaffirmed | Rating not reviewed | BWR D | Rating not reviewed | NIL | BWR B / Stable |
| | | Total | 11.85 | INR Eleven Crores and Eighty Five Lakhs only | | | | | |

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](#)

For any other criteria obtain [hyperlinks](#) from website

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ANNEXURE I

Amman Industries

Details of Bank Loan Facilities rated by BWR

| Sl.No. | Name of the Bank | Type of Facilities | Long Term [Rs. Crs] | Short Term [Rs. Crs] | Total [Rs. Crs,] |
|--|------------------|--------------------|---------------------|----------------------|------------------|
| 1 | Corporation Bank | Fund based -CVPOD | Long term | - | 11.85 |
| TOTAL Rupees Eleven Crores and Eighty Five Lakhs only | | | | | 11.85 |



For print and digital media

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