RATING RATIONALE **22 April 2021**

Anand Transformers Pvt. Ltd

Brickwork Ratings downgrades and reaffirms the rating for Bank Loan facilities of ₹ 33.00 Crores of Anand Transformers Pvt. Ltd India Ltd based on best available information, as the issuer did not cooperate.

Particulars:

Facility	Amount (₹ Crores)		Tenure	Rating#	
	Previous	Present		Previous (Feb,2020)	Present
Fund Based	9.00	**9.00**	**Long Term**	BWR BB (Stable) Assigned	**BWR BB (Stable)** Reaffirmed **ISSUER NOT COOPERATING***
Non Fund Based	24.00	**24.00**	**Short Term**	BWR A4+ Assigned	**BWR A4+** Reaffirmed **ISSUER NOT COOPERATING**
Total	33.00	**33.00**	**₹ Thirty Three Crores 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

Downgraded and reaffirmed the rating to BWR BB/A4+ Stable (Issuer not cooperating) based on the best available information as the issuer did not cooperate.

Anand Transformers was assigned BWR BB/A4+(Stable) rating on 27 Feb 2020. BWR has been regularly seeking No default statement (NDS) from the company, but the company has not provided NDS. The banker has provided the feedback that dealings are satisfactory. However on account of inadequate information, lack of management cooperation, and non-submission of NDS, Brickwork Ratings has reaffirmed the rating to BWR BB/A4+ (Stable) 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.

COMPANY PROFILE [AS AVAILABLE WITH BWR]
Incorporated in 1998, Anand Transformers is a Faizabad-based private limited company engaged in the manufacturing and distribution and power transformers. The company also undertakes contracts from various state-run power distribution companies to install the transformers. The current promoters of the company are Mr. Sriniwas Agarwal, Mr. Bharat Agarwal, and Mr. Deepak Agarwal who are mechanical, computer, and electrical engineer respectively by qualification and also carry extensive experience of over two to four decades in the industry.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: CRISIL BB Stable/A4+(Issuer Non Cooperation) on June 30,2020

RATING HISTORY FOR THE LAST THREE YEARS (including withdrawn/ suspended ratings)

Instrument	Current Rating (2021)			Rating History		
	Type	Amount (₹ Cr)	Rating	2020	2019	2018
Fund Based	Long Term	**9.00**	**BWR BB (Stable)** Reaffirmed **ISSUER NOT COOPERATING***	**BWR BB (Stable) Assigned**	**--**	**--**
Non Fund Based	Short Term	**24.00**	**BWR A4+** Reaffirm **ISSUER NOT COOPERATING**	**BWR A4+ Assigned**	**---**	**--**
Total		**33.00**	**₹ Thirty Three Crores only**			

*Issuer did not cooperate; based on best available information

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

Anand Transformers Pvt. Ltd

Details of Bank Facilities rated by BWR

Sl.No.	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
1.	Cash Credit-Sanctioned	1.00		9.00
2.	Overdraft against Book Debts (ODBD) -Sanctioned	7.00		
3.	Over Draft -Proposed	1.00		
4.	Letter of Credit- Sanctioned		1.00	24.00
5.	Bank Guarantee -Sanctioned		13.00	
6.	Letter of Credit -Proposed		1.00	
7.	Bank Guarantee -Proposed		9.00	
TOTAL				33.00

Total Rupees Thirty Three lakhs only

For print and digital media The Rating Rationale is sent to you for the sole purpose of dissemination through your print, digital or electronic media. While it may be used by you acknowledging credit to BWR, please do not change the wordings in the rationale to avoid conveying a meaning different from what was intended by BWR. BWR alone has the sole right of sharing (both direct and indirect) its rationales for consideration or otherwise through any print or electronic or digital media.

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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 partner. 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.

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