



Rating Rationale

Andhra Pradesh Fibers Ltd

05 Jan 2018

Brickwork Ratings has reviewed the Rating for the Bank Loan facilities of ₹ 9.92 Crore of Andhra Pradesh Fibers Ltd based on best available information, as the issuer did not cooperate. Accordingly the rating for the said instrument is as under

Particulars

Facility	Amount (₹ Crores)		Tenure	Rating *	
	Previous	Present		Previous (July, 2015)	Present
Fund Based Limits			Long Term	BWR BB- Outlook:Stable	Issuer did not Co-operate; BWR B+ (BWR Single B Plus) (Outlook:Stable) (Downgraded)
Cash Credit	7.00	7.00			
Term Loan	0.92	0.92			
Non Fund Based Limit			Short Term	BWR A4	Issuer did not Co-operate; BWR A4 (BWR A Four) (Reaffirmed)
Letter of Credit	2.00	2.00			
Total	9.92	9.92	INR Nine Crores and Ninety Two Lakhs Only		

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings
Issuer did not co-operate; based on best available information

Ratings: Long Term Rating Upgraded & Short Term Rating Reaffirmed

Nature of Non-co-operation: The rating was due for a review in Nov 2017. BWR took up with the issuer to provide required information over emails dated 17.11.2017, 21.11.2017, 27.11.2017 5.12.2017 and through telephone calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the entity has not provided the same. In the absence of adequate information from the is Company, BWR is unable to assess the Company's financial performance and its ability to service its debt and maintain a valid rating.

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.



About the Company (Information as available in July, 2015)

A.P. Industrial development Cooperation, Hyderabad, a State Government undertaking promoted M/s. A.P Fibers ltd, Salur during the year 1972 as its subsidiary for setting up of a jute mill at Salur for manufacturing of jute sackings. The State Government converted the subsidiary into a joint venture unit of APIDC with Sri K.K. Bajoria of M/s.Chittivalasa Jute Mills. The unit went into commercial production from December 1986. In 2001 the shareholding JV of APIDC was withdrawn and the company became public limited under other directors.

The company has been supplying B-Twill Jute Bags(B.I.S.Mark) for packing 50 Kgs food - grains to the Government Agencies as per the Allocation/Supply orders of the Jute Commissioner/Director General of supplies and Disposals, Government of India.

APFL manufactures jute products , mainly jute twine yarns and jute bags with an installed capacity of 5558 metric tons per annum(MTPA) and 8660 MTPA, respectively.

Rating History for the last three years (including withdrawn/suspended ratings)

S.No	Instrument /Facility	Current Rating (2018)			Rating History		
		Type	Amount (₹ Cr)	Rating^	2016	2015	2014
1	Fund Based	Long Term	7.92	BWR B+ Outlook Stable Downgraded	Rating Not Reviewed	BWR BB-	Not Rated
2	Non Fund Based	Short Term	2.00	BWR A4 Reaffirmed	Rating Not Reviewed	BWR A4	Not Rated
Total			9.92	INR Nine Crores and Ninety Two Lakhs Only			

^Issuer did not co-operate; based on best available information

Status of non-cooperation with previous CRA (if applicable)- Nil

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [What Constitutes Non-Cooperation](#)



Andhra Pradesh Fibers Ltd

Annexure I

Particulars	Units	2014	2013
Net Sales	₹ Cr	45.26	46.75
EBITDA	₹ Cr	0.84	2.70
PAT	₹ Cr	(1.45)	0.61
Tangible Net-worth	₹ Cr	7.60	8.55
Total Debt : TNW	Times	2.46	1.65
Current Ratio	Times	1.27	1.47

Note: As per information available with BWR

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For print and digital media

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Note on complexity levels of the rated instrument:

BWR complexity levels are meant for educating investors. The BWR complexity levels are available at www.brickworkratings.com/download/ComplexityLevels.pdf Investors queries can be sent to info@brickworkratings.com.

About Brickwork Ratings

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, has also been accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a Nationalized Bank, as its promoter and strategic partner.



BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Guwahati, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations. BWR has rated debt instruments/bonds/bank loans, securitized paper of over ₹ 10,00,000 Cr. In addition, BWR has rated over 6300 MSMEs. Also, Fixed Deposits and Commercial Papers etc. worth over ₹24,440 Cr have been rated.

DISCLAIMER

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