Rating Rationale

24 Nov 2020

Angel Cottex

Brickwork Ratings has revised the Rating for the Bank Loan facilities of ₹ 7.12 Crore of Angel Cottex 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	7.12	7.12	Long Term	BWR B+ (Stable) Issuer not cooperating	BWR B (Stable) [Downgraded] Issuer not cooperating *
Total	7.12	7.12	Rupees Seven Crores & Twelve Lakhs Only		

Please refer to BWR website www.brickworkratings.com/ for the definition of the ratings
* Issuer did not cooperate, based on best available information.
Details of Bank facilities are provided in Annexure-I&II

NATURE OF NON-COOPERATION

The rating was due for a review in **Oct-2020**. BWR took up with the client to provide the required information over emails 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/NDS (No Default Statements) from the Company on a regular basis, BWR is unable to assess the Company's financial performance and its ability to service its debt and maintain a valid rating.

Hence, on account of inadequate information and lack of management cooperation, Brickworks Ratings has downgraded the rating to BWR B (Stable) and categorized the ratings as "Issuer Not Cooperating".

LIMITATIONS OF THE RATING

Information availability risk is a key factor in the assessment of credit risk as generally, non-cooperation by the rated entities to provide the required information for a review of the assigned rating may also be accompanied by financial stress. Users of the credit rating should, therefore, take into account the possible deterioration in the credit quality of the rated entity arising from its non-transparency and withholdings of the information required for a review of the rating.

COMPANY PROFILE (Information as available in Aug-2018)

M/s Angel Cotex (WC) is a partnership firm established in the year 2013 in Jamnagar, Gujarat.The firm is engaged in ginning and pressing of cotton. WC procures raw cotton from local farmers and processes it to produce cotton bales and cotton seeds. The same is later supplied to traders and other cotton oil mills.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: Not Applicable

RATING HISTORY FOR THE PREVIOUS THREE YEARS [including withdrawal and suspended]

S.No	Facility	Current Rating (2020)^			Rating History		
		Type	Amount (₹ Crs)	Rating	31Oct2019#	20Aug2018	2017
1	Fund Based	Long Term	7.12	BWR B (Stable) [Downgraded] Issuer not cooperating *	BWR B+ (Stable) Issuer not cooperating	BWR B+ (Stable)	-
	Total		7.12	INR Seven Crores & Twelve Lakhs Only			

* Issuer did not cooperate, based on best available information.
# TheRating not reviewed advisory issued on 21 Aug 2019.

COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

For any other criteria obtain hyperlinks from the website

- **General Criteria**
- **What constitutes Non- cooperation**

Analytical Contacts	
Urvi Shah **Rating Analyst** **B :+91 79 66174046 / 47** urvi.s@brickworkratings.com	**Dileep Singh** **Director - Ratings** **B :+91 79 66174046 / 47** dileep.s@brickworkratings.com
1-860-425-2742 I media@brickworkratings.com	

Angel Cottex

ANNEXURE I

Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Long Term (₹ Cr)
1	**Bank of India**	**Fund Based** Cash Credit Term Loan	 **6.50** **0.62**
		Total	**7.12**

Total ₹ Seven Crores & Twelve Lakhs Only

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