

## RATING RATIONALE

01 June 2020

### Angel Inc

Brickwork Ratings downgraded the long term ratings while reaffirming the short term rating for the Bank Loan Facilities of ₹ 6.30 Crores of Angel Inc based on best available information, as the issuer did not cooperate.

### Particulars

| Facility       | Amount (₹ Cr) |             | Tenure  | Rating#                    |   |
|----------------|---------------|-------------|---|----------------------------|---|
|                | Previous      | Present     |   | Previous (Mar, 2019)       | Present   |
| Fund Based     | 6.30          | 6.30        | Long Term                                     | BWR B+ (Stable) (Assigned) | BWR B (Stable) Issuer Not Cooperating# (Downgraded) |
| Non Fund Based | (5.00)        | (5.00)      | Short Term                                    | BWR A4 (Assigned)          | BWR A4 Issuer Not Cooperating# (Reaffirmed)         |
| <b>Total</b>   | <b>6.30</b>   | <b>6.30</b> | <b>INR Six Crores &amp; Thirty Lakhs Only</b> |                            |   |

# Please refer to BWR website [www.brickworkratings.com/](http://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 long term rating of the Bank Loan Facilities of the entity has been downgraded to BWR B (Stable) and the short term rating has been reaffirmed to BWR A4 under the 'Issuer Not Cooperating' category.

BWR assigned the initial rating of BWR B+ (Stable)/BWR A4 on 12th Mar, 2019. The rating was due for review on 11th Mar, 2020. BWR took up with the issuer consistently to provide required information over emails apart from telephonic communications. BWR was unable to reach its bankers, the banker's feedback regarding the conduct of the account is not available. 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 firm, BWR is unable to assess the entity's financial performance and its ability to service its debt.

### 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 (in ₹ Cr) [AS AVAILABLE WITH BWR]

| Key Parameters                | Units | 2018    | 2017    |
|-------------------------------|-------|---------|---------|
| Result Type                   |       | Audited | Audited |
| Operating Revenue             | ₹ Cr  | 174.10  | 106.25  |
| EBITDA                        | ₹ Cr  | 2.64    | 1.65    |
| PAT                           | ₹ Cr  | 0.54    | 0.58    |
| Tangible Net Worth            | ₹ Cr  | 1.97    | 1.68    |
| Total Debt/Tangible Net Worth | Times | 8.60    | 10.87   |
| Current Ratio                 | Times | 2.39    | 1.15    |

### COMPANY PROFILE [ As available with BWR ]

Angel Inc was established in 2014 to enter into e-commerce market, followed by channel distribution. The firm is into distribution of Telecom Products & is Reseller of Apple Inc Products. The firm is a distributor of Huawei (Honor) phones pan Rajasthan. It also owns and operates all Accord-Apple Authorised Reseller Store in Jaipur, Ajmer, Sri Ganganar and Bikaner. It is further working as an online partner for Apple products.

**NON-COOPERATION WITH PREVIOUS RATING AGENCY: NA**

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

| Facilities     | Current Rating |               |  | Rating History                        |      |      |
|----------------|----------------|---------------|--|---------------------------------------|------|------|
|                | Tenure         | Amount (₹ Cr) | Rating   | 2019                                  | 2018 | 2017 |
| Fund Based     | Long Term      | 6.30          | <b>BWR B (Stable)<br/>Issuer Not Cooperating#<br/>(Downgraded)</b> | <b>BWR B+ (Stable)<br/>(Assigned)</b> | NA   | NA   |
| Non Fund Based | Short Term     | (5.00)        | <b>BWR A4<br/>Issuer Not Cooperating#<br/>(Reaffirmed)</b>         | <b>BWR A4 (Assigned)</b>              |      |      |
| <b>Total</b>   |                | <b>6.30</b>   | <b>INR Six Crores &amp; Thirty Lakhs Only</b>                      |                                       |      |      |

# Issuer did not cooperate, based on best available information.

**COMPLEXITY LEVELS OF THE INSTRUMENTS**

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

**Hyperlink/Reference to applicable Criteria**

- [General Criteria](#)
- [What constitutes Client Non Co-operation](#)

| Analytical Contacts  | Investor and Media Relations   |
|--|--|
| <p>Chaitanya Tambe<br/>Rating Analyst<br/>Phone : +91 22 2831 1426/6745 6666 Ext: 616<br/>chaitanya.t@brickworkratings.com</p> <p>V. K. Kukreja<br/>Associate Director – Ratings<br/>Board: +91 11 23412232<br/>Email Address: kukreja.vk@brickworkratings.com</p> | <p>Liena Thakur Assistant Vice President - Corporate Communications +91 84339 94686<br/>liena.t@brickworkratings.com</p> |

**ANNEXURE I**

**Angel Inc**

**Details of Bank Facilities rated by BWR**

| <b>Name of the Bank</b> | <b>Type of Facilities</b> | <b>Long Term<br/>[₹ Cr]</b> | <b>Short Term<br/>[₹ Cr]</b> | <b>Total<br/>[₹ Cr]</b> |
|-------------------------|---------------------------|-----------------------------|------------------------------|-------------------------|
| Bank of Baroda          | CC                        | 6.30                        | -                            | 6.30                    |
|                         | Bank Guarantee            | -                           | (5.00)                       | (5.00)                  |
| <b>TOTAL</b>            |                           |                             |                              | <b>6.30</b>             |

**INR Six Crores & Thirty Lakhs Only**

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