

## RATING RATIONALE

26Sep2019

### Anjana Adorables

Brickwork Ratings Revises the ratings for the Bank Loan Facilities of ₹ 9.12 Crores of Anjana Adorables based on best available information, as the issuer did not cooperate.

#### Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (Jan, 2016)	Present
Fund based Term Loan	2.12	2.12	Long Term	<b>BWR BB-</b> (Pronounced as BWR Double B Minus) (Outlook: Stable)	<b>BWR B+</b> (Pronounced as BWR Single B Plus) (Outlook: Stable) Issuer Not Cooperating* [Downgraded]
Fund Based PC/FBD/FBE	5.00	5.00	Short Term	<b>BWR A4</b> (Pronounced as BWR A Four)	<b>BWR A4</b> (Pronounced as BWR A Four) Issuer Not Cooperating* [Reaffirmed]
Non Fund Based Letter of Credit	2.00	2.00			
<b>Total</b>	<b>9.12</b>	<b>9.12</b>	<b>INR Nine Crores and Twelve Lakhs Only</b>		

Note: Moved to Rating Not Reviewed on 7.08.2018

# 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

On account of inadequate information and lack of management cooperation, Brickwork Ratings has downgraded the long-term rating to BWR B+ “Stable” (Issuer not Cooperating\*) for the bank loan facilities of ₹ 9.12 Crores of **Anjana Adorables**.

The lenders/investors may note to exercise due caution while using the above ratings which mentions "Issuer Not Cooperating" since the ratings lacks any projections or forward looking component as it is arrived based on the best available information on the firm without any management/banker's interaction.

### Outlook/Nature of Non- Cooperation

The rating was due for a review in Jan, 2017. BWR took up with the issuer to provide required information over emails and through telephone calls. The company was initially assigned rating of BWR BB- (Outlook: Stable)/A4 in Nov, 2014 and moved to Rating Not Reviewed in Aug, 2018. 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 company, BWR is unable to assess the company's financial performance and its ability to service its debt and maintain a valid rating. The industry that the company operates in has strong demand, influencing the company's Stable Outlook.

### 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	FY15
Result Type		Audited
Net Sales/ Revenue	Rs In Crs	18.08
EBIDTA	Rs In Crs	1.95
PAT	Rs In Crs	0.25
Tangible Net-worth(TNW)	Rs In Crs	6.42
Total Debt: TNW	In Times	1.55
Current Ratio	In Times	1.25

### Firm Profile

Anjana Adorables is a partnership concern established in Sep 2004 in Tirupur, Tamil Nadu. The firm is engaged in manufacturing readymade hosiery garments for women. The manufacturing process involves procuring Yarn, knitting yarn to fabric, dyeing, compacting, designing, stitching and packing. The firm exports garments to European countries and is associated with top international brands like Zlables, Indiska and Redcaps. The firm is a Government recognised export house.

### Non- Cooperation with Previous Rating Agency: Nil

### Rating History

Facilities	Current Rating			Rating History		
	Tenure	Amount (₹ Cr)	Rating	07.08.2018	2017	27.01.2016
<b>Fund Based</b> Term Loan	Long Term	2.12	BWR B+ (Outlook: Stable) (Issuer Not Cooperating*) [Downgraded]	Rating Not Reviewed	-	BWR BB- (Outlook: Stable)
PC/FBD/FBE	Short Term	5.00				
<b>Non Fund</b> <b>Based</b> Letter of Credit			2.12	BWR A4 (Issuer Not Cooperating*) [Reaffirmed]	Rating Not Reviewed	-
<b>Total</b>		<b>9.12</b>	<b>INR Nine Crores and Twelve Lakhs Only</b>			

### 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](#)

[Approach to Financial Ratios](#)

[What Constitutes Non-Cooperation](#)

Analytical Contacts	Investor and Media Relations
<p><b>Abhishek Nayak</b> Rating Analyst Board: +91 80 4040 9940 Ext:358 lakshmi.t@brickworkratings.com</p> <p><b>A P Kamath</b> Senior Director - Ratings Board:+91 80 4040 9940 apkamath@brickworkratings.com</p>	<p>M : +91 7738875550 B : +91 22 6745 6666 <a href="mailto:investordesk@brickworkratings.com">investordesk@brickworkratings.com</a></p>

**ANNEXURE I**

**Anjana Adorables**

**Details of Bank Facilities rated by BWR**

<b>Name of the Bank</b>	<b>Type of Facilities</b>	<b>Long Term [₹ Cr]</b>	<b>Short Term [₹ Cr]</b>	<b>Total [₹ Cr]</b>
Canara Bank	Term Loan	2.12	-	2.12
	PC/FBD/FBE	-	5.00	5.00
	Letter of Credit	-	2.00	2.00
<b>TOTAL</b>				9.12

**Total Rupees Nine Crores and Twelve 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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