

Rating Rationale

12 Oct 2020

Apex Coco & Solar Energy Pvt Ltd

Brickwork Ratings downgrades the rating for the Bank Loan Facilities of Rs. 193.64 Crs of Apex Coco Solar Energy Pvt Ltd based on best available information, as the company did not cooperate.

Particulars

Facilities**	Amount (Rs. Crs)		Tenure	Rating#	
	Previous	Present		Previous (Aug 2019)	Present
Fund based					
Cash Credit	7.00	7.00	Long Term	BWR BB-/ Negative	BWR B+ Issuer Not Cooperating*/ Negative Downgraded
Term Loan	186.64	186.64			
Total	193.64	193.64	Rupees One Hundred And Ninety Three Crores And Sixty Four Lakhs Only		

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

Rating Action/Nature of Non Cooperation

The ratings were due for a review in Aug 2020. BWR took up with the company to provide required information for conducting a review of the ratings through emails and telephone calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the company has not provided the same. The ratings were, therefore, migrated to the Rating not Reviewed category in August 2020. Due to the continued lack of management cooperation and 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 company has not been submitting the No Default Statement(NDS) to BWR, as per regulatory requirements. Hence, based on best available information, Brickwork Ratings has revised and migrated the ratings to the ISSUER NOT COOPERATING* category.

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 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 withholding of information required for a review of the rating.

Key Financial Indicators

The Company has not provided financial information to BWR for the last two years.

Company Profile

The company was initially incorporated as Apex Clothing Company India Ltd in November, 2012. In January 2016, it was renamed as Apex Coco and Solar Energy Ltd. The company is engaged in solar power generation and coconut processing. Apex has solar power generation units located in Tirupur, with capacity of 15MW, 5MW and 10MW

Status of non-cooperation with previous CRA - NA

Rating History (including withdrawn and suspended)

Facilities	Current Rating (October 2020)			Rating History [^]		
	Tenure	Amount (Rs. Crs)	Rating	12 Aug 2019	2018	20 Nov 2017
Fund Based						
Cash Credit	Long Term	7.00	BWR B+ Issuer Not Cooperating*/Negative	BWR BB-/Stabled	-	BWR BBB (SO)/Stable
Term Loan		186.64				
Total		193.64	Rupees One Hundred And Ninety Three Crores And Sixty Four Lakhs Only			

*Issuer did not cooperate; Based on best available information; ^Initial Rating of BWR BBB- (SO)/Stable/A3 was assigned on Aug 03, 2016

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](#)
- [Manufacturing Companies](#)

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ANNEXURE I

Apex Coco & Solar Energy Pvt Ltd Details of Bank Loan Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facility	Long Term [Rs. Crs]	Short Term [Rs. Crs]	Total [Rs. Crs]
1	Canara Bank	Cash Credit	7.00	-	7.00
		Term Loan	76.07	-	76.07
	Syndicate Bank*	Term Loan	110.57	-	110.57
TOTAL - Rupees One Hundred And Ninety Three Crores And Sixty Four Lakhs Only					193.64

*Syndicate Bank since merged with Canara Bank



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