

RATING RATIONALE

28 December 2020

Aqua Machineries Pvt. Ltd.

Brickwork Ratings revises the Long Term Ratings for the Bank Loan Facilities ₹ 3.50 Crores & reaffirms the Short Term Ratings for the Bank Loan Facilities ₹ 6.30 Crores of Aqua Machineries Pvt. Ltd. based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (October,2019)	Present
Fund Based	3.50	3.50	Long Term	BWR B+; Issuer not cooperating (Stable)	BWR B ; Issuer not cooperating (Stable) (Downgraded)
Non Fund Based	6.30	6.30	Short Term	BWR A4; Issuer Not Cooperating*	BWR A4; Issuer Not Cooperating* Reaffirmation
Total	9.80	9.80	INR Nine Crores & Eighty Lakhs Only		

Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

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

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

The rating of Bank Loan Facilities Long Term of the company have been downgraded to BWR B(Stable); Issuer Not Cooperating and the Bank Loan Facilities Short Term of the company have been reaffirmed at BWR A4; Issuer Not Cooperating, based on the best available information, under 'Issuer Not Cooperating' category because the company has not provided any information/papers and banker has not responded to our various communications regarding conduct of account. The industry that the company operates in has strong demand, influencing the company's Stable Outlook and there may be a possibility of turn.around.

The rating was due for a review in October, 2020. BWR took up with the company to provide required information for conducting a review of the ratings through emails dated October 12, 19, 29, November 11, 17, 24, December 1 & 14, 2020 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. 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 ability to

service its debt and maintain a valid rating. Hence, based on best available information, Brickwork Ratings have been downgraded and migrated the rating 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, 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	2012	2011
Result Type		Audited	Audited
Operating Revenue	₹ Cr	26.36	17.36
EBITDA	₹ Cr	1.45	0.99
PAT	₹ Cr	0.64	0.35
Tangible Net Worth	₹ Cr	3.95	3.30
Total Debt/Tangible Net Worth	Times	1.13	0.62
Current ratio	Times	1.25	1.30

COMPANY PROFILE

The name Aqua Machineries Pvt Ltd (“Aqua” or “The Company”), was originally incorporated on 02.06.1984 as a private limited company under the name of ‘Pullen Machineries Pvt. Ltd.’ The name of the Company was changed to the existing one in 2002. Aqua is a manufacturer of Heavy Duty Water Pumps and Waste water pumps. Aqua offers a wide range of Non clog submersible pumps under the brand name “Aqua”; it focuses on the manufacturing of (dry motor) Submerged Centrifugal & Non Clog Pump(for sewage, drainage, storm water, effluents, slurries, silt pumpage, raw water supply etc.)

NON-COOPERATION WITH PREVIOUS RATING AGENCY : The company has been classified under Issuer Not Cooperating Category by CRISIL Ratings on 6th September 2019. The ratings stand at CRISIL B+(Stable)/A4; Issuer Not Cooperating on account of lack of management cooperation.

RATING HISTORY FOR THE LAST THREE YEARS (including withdrawn/ suspended ratings)

Instrument / Facilities	Current Rating			Rating History		
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	30th, October, 2019	2018	2017#
Fund Based	Long Term	3.50	BWR B ; Issuer not cooperating (Stable) (Downgraded)	BWR B+; Issuer not cooperating (Stable)	-	-
Non Fund Based	Short Term	6.30	BWR A4; Issuer Not Cooperating* Reaffirmation	BWR A4; Issuer Not Cooperating	-	-
Total		9.80	INR Nine Crores & Eighty Lakhs Only			

#The entity was initially rated on 26th April 2013 at BWR BB(Stable)/A4+

COMPLEXITY LEVELS OF THE INSTRUMENTS

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

Hyperlink/Reference to applicable Criteria

- [Trading Entities](#)
- [General Criteria](#)
- [Short Term Debt](#)

ANNEXURE I

Aqua Machineries Pvt. Ltd.

Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
1)	Canara Bank	Open Cash Credit/ODBD	3.50	-	3.50
2)		Bank Guarantee	-	6.30	6.30
TOTAL					9.80

Total Rupees Nine Crores & Eighty Lakhs only.



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