



Rating Rationale

Aqua Machineries Pvt Ltd

30 Oct 2019

Brickwork Ratings has revised the long term rating and short term rating for the Bank Loan facilities of ₹ 9.80 Crore of Aqua Machineries Pvt Ltd. based on best available information, as the issuer did not cooperate. Accordingly the rating for the said instrument is as under

Particulars

Facility Rated	Amount (₹. Cr)		Tenure	Rating*	
	Previous	Present		Previous (Apr, 2013)	Present
Fund Based (FB)					
Open Cash Credit/ ODBD	3.50	3.50	Long Term	BWR BB (Outlook -Stable)	BWR B+ (Outlook -Stable) Issuer not Co-operating; (Downgraded)
Non Fund Based (NFB)					
Bank Guarantee/ ST Bank Guarantee	6.30	6.30	Short Term	BWR A4+	BWR A4 Issuer not Co-operating; (Downgraded)
Total Limits	9.80	9.80	(INR Nine Crores and Eighty Lakhs Only)		

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

Issuer did not co-operate; 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 company has been downgraded to BWR B+ (Stable) and short term rating also downgraded to BWR A4, on account of non-receipt of any papers/information for ascertaining the financial risk profile/performance of the company as well non receipt of information about the conduct of the account from the bank. We have therefore moved the rating under “Issuer Not Cooperating” category.



The rating outlook has been reaffirmed as stable in the medium term as the Indian Engineering sector has witnessed a remarkable growth over the last few years driven by increased investments in infrastructure and industrial production. The rating was due for a review in Apr 2014. BWR took up with the issuer to provide required information over emails on 26.03.2019, 22.05.2019, 04.06.2019, 24.07.2019, 16.09.2019 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 from the issuer/Company, BWR is unable to assess the issuer's/Company's financial performance and its ability to service its debt and maintain a valid rating.

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. Users of the credit ratings 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 (in ₹ Cr) [AS AVAILABLE WITH BWR]

Particulars	Units	2012	2011
		Audited	Audited
Net Sales	₹ 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 : TNW	Times	1.13	0.62
Current Ratio	Times	1.25	1.30

COMPANY PROFILE (Information as available in Apr, 2013)

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 Wastewater 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 IF ANY : Not Available

RATING HISTORY

Instrument / Facilities	Current Rating (2019)			Rating History		
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	20.02.2017	01.09.2014	26.04.2013
Fund Based	Long Term	3.50	BWR B+ (Outlook -Stable) Issuer not Co-operating; (Downgraded)	Rating Not Reviewed	Rating Suspended	BWR BB (Outlook -Stable)
Non Fund Based	Short Term	6.30	BWR A4 Issuer not Co-operating; (Downgraded)	Rating Not Reviewed	Rating Suspended	BWR A4+
Total		9.80	(INR Nine Crores and Eighty Lakhs Only)			

^Issuer did not co-operate; based on best available information

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](#)

For any other criteria obtain [hyperlinks](#) from website

ANNEXURE I
Aqua Machineries Pvt Ltd
Details of Bank 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	Open Cash Credit/ ODBD	3.50	–	3.50
2		Bank Guarantee/ ST Bank Guarantee	-	6.30	6.30
Total	(INR Nine Crores and Eighty Lakhs Only)				9.80

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DISCLAIMER

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