

RATING RATIONALE

Aravind Milk Foods Pvt Ltd

11 Nov 2019

Brickwork Ratings Revises the ratings for the Bank Loan Facilities of ₹4.68 Crores of Aravind Milk Foods Pvt Ltd based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#		
	Previous	Present		Previous		Present
				Mar 2016	Aug 2018	
Fund based	4.68	4.68	Long Term	BWR B (Stable)	Rating not Reviewed	BWR B Issuer Not Cooperating* (Reaffirmed)
Total	4.68	4.68	INR Four Crores and Sixty Eight Lakhs only.			

Please refer to BWR website 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&II

RATING ACTION

Reaffirmed to BWR B (Issuer did not cooperate) based on best available information as the Issuer did not cooperate.



OUTLOOK / NATURE OF NON-COOPERATION

The rating was due for a review in March, 2017. BWR took up with the issuer to provide required information over emails and through 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 company had moved to other rating agency. In the absence of adequate information from the concern, BWR is unable to assess the concern's financial performance and its ability to service its debt and maintain a valid rating. Hence, based on best available information and lender feedback, Brickwork Ratings has reaffirmed the ratings of BWR B 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.

KEY FINANCIAL INDICATORS (in ₹ Cr) [AS AVAILABLE WITH BWR]

Key Parameters	Units	FY 2015	FY 2014
Result Type		Audited	Audited
Net Sales	Crore	20.34	27.20
EBITDA	Crore	0.87	1.05
PAT	Crore	0.15	0.19
Tangible Net Worth	Crore	2.26	2.11
Total Debt/Tangible Net Worth	Times	1.94	2.12
Current Ratio	Times	1.35	1.35

COMPANY PROFILE (As available with BWR)

The Company was managed by Mr Elango, a science graduate with around 25 years of experience in the business and Ms Tamilarasi, another promoter has an experience of 23 years in the same line of industry.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: NA

RATING HISTORY

Facilities	Current Rating			Rating History	
	Tenure	Amount (₹ Cr)	Rating	Aug 2018	Mar 2016
Cash Credit	Long Term	4.50	BWR B Issuer Not Cooperating* (Reaffirmed)	Rating not Reviewed	BWR B (Stable)
Term Loan		0.18			
Total		4.68	INR Four Crores and Sixty Eight Lakhs only.		

COMPLEXITY LEVELS OF THE INSTRUMENTS

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

Hyperlink/Reference to applicable Criteria

- [Approach to Financial Ratios](#)
- [General Criteria](#)

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ANNEXURE I

**Aravind Milk Foods Pvt Ltd
Details of Bank Facilities rated by BWR**

Sl.No.	Name of the Bank	Type of Facilities	Long Term [₹ Cr]	Total [₹ Cr]
1.	State Bank of India	Cash Credit	4.50	4.50
2.		Term Loan	0.18	0.18
TOTAL				4.68

Total INR Four Crores and Sixty Eight Lakhs only.

For print and digital media

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DISCLAIMER

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