RATING RATIONALE

19 January 2021

Aryas Grains Pvt. Ltd.

Brickwork Ratings downgrades the Long Term Ratings for the Bank Loan Facilities ₹ 4.00 Crores & reaffirms the Short Term Ratings for the Bank Loan Facilities ₹ 4.00 Crores of Aryas Grains Pvt. Ltd. based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (22nd,October, 2019)	Present
Fund Based	**4.00**	**4.00**	Long Term	**BWR B+ (Stable)**	**BWR B; ISSUER NOT COOPERATING (Stable) Downgrade**
Non-Fund Based	**4.00**	**4.00**	Short Term	**BWR A4**	**BWR A4; ISSUER NOT COOPERATING Reaffirmed**
Total	**8.00**	**8.00**	**INR Eight Crores 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 Long Term Bank Loan Facilities of the company have been downgraded to BWR B (Stable) and the Short Term Bank Loan Facilities have been reaffirmed at BWR A4, 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, December 31, 2020 & January 14, 2021 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	FY19	FY18
Result Type		**Audited**	**Audited**
Operating Revenue	₹ Cr	24.39	12.70
EBITDA	₹ Cr	1.90	1.06
PAT	₹ Cr	0.25	0.07
Tangible Net Worth	₹ Cr	2.34	2.08
Total Debt/Tangible Net Worth	Times	2.94	3.35
Current ratio	Times	1.26	1.22

COMPANY PROFILE

Aryas Grains Pvt Ltd (AGPL) was set up on 16th July 2014 and is led by directors Mr. Rajendra Singh and Mrs. Savita Dhankar and Mr. Dharampal Singh with its registered office located in Raipur, Chhattisgarh. The Company is engaged in rice milling with its processing unit set up in Raipur, CH with an aggregate production capacity of 6000 quintals per day. AGPL also provides job work services of rice milling to the State government as well as logistical services in its locality.

NON-COOPERATION WITH PREVIOUS RATING AGENCY : NA

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	2020	22nd, October, 2019#	2018
Fund Based	Long Term	4.00	BWR B; Issuer Not Cooperating (Stable) (Downgrade)	-	BWR B+ (Stable)	-
Non Fund Based	Short Term	4.00	BWR A4; Issuer Not Cooperating (Reaffirmation)	-	BWR A4	-
Total		8.00	INR Eight Crores Only			

#The entity was transferred to Ratings Not Reviewed on 23rd October 2020

COMPLEXITY LEVELS OF THE INSTRUMENTS

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

Hyperlink/Reference to applicable Criteria

- **Trading Entities**
- **General Criteria**
- **What Constitutes Non-Cooperation**

ANNEXURE I

Aryas Grains Pvt. Ltd.

Details of Bank Facilities rated by BWR

Sl.No.	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
1)	Cash Credit	4.00	-	**4.00**
2)	Bank Guarantee - Sanctioned	-	1.00	**1.00**
3)	Bank Guarantee - Proposed	-	3.00	**3.00**
TOTAL				**8.00**

Total Rupees Eight Crores Only.

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