

RATING RATIONALE

3 July 2020

Ashutosh Flour Mill

Brickwork Ratings has revised the Ratings for the Bank Loan facilities of ₹ 8.09 Crore of Ashutosh Flour Mill based on best available information, as the issuer did not cooperate.

Particulars

Facilities	Amount (₹ Crores)		Tenure	Rating#	
	Previous	Present		Previous (June, 2019)	Present
Fund Based	8.09	8.09	Long Term	BWR B+ Stable Reaffirmed	BWR B Stable Downgrade Issuer Non Cooperation
Total	8.18	8.09	₹ Eight Crores and Nine 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

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

Downgraded the Long Term Rating to BWR B (Issuer not Cooperating) based on best available information as the issuer did not cooperate.

The rating was due for a review in June, 2020. BWR took up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of BWR to get the minimum required information for a review, the entity has not provided the same. In the absence of adequate information from the Company, BWR is unable to assess the Company's financial performance. NDS has not been submitted by the client every month, despite follow up. BWR has downgraded the rating to BWR B Issuer Not Cooperating.

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.

COMPANY PROFILE [As available on 6 June, 2019]

Ashutosh Flour Mill was established in 2004 as a Family based Partnership firm. The firm is engaged in processing of wheat into atta, maida, sooji, choker and dalia at its manufacturing unit with 60% utilization capacity per month. The firm has around 4-5 godowns where the raw materials like wheat, paddy are stored. The firm is part of the Group 'Jaswanti Group of Industries, which is an agro based group in which the companies are involved in agro product manufacturing. The group companies include Jaswanti Rice Mill, Jai Guru Mill, JV seeds, Jaswanti quality. Mr. Vijaykumar Agarwal and Mr. Tanuj Agarwal are the partners.

KEY FINANCIAL INDICATORS (in INR Cr) [As available on 6 June, 2019]

Key Parameters	Units	2018	2017
Result Type		Audited	Audited
Total Operating Income	₹ Cr	36.28	37.70
EBITDA	₹ Cr	1.52	1.47
PAT	₹ Cr	0.09	0.12
Tangible Net Worth	₹ Cr	2.43	2.24
Total Debt/Tangible Net Worth	Time s	3.38	3.86
Current Ratio	Time s	1.23	1.22

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY - Not Available

RATING HISTORY FOR THE PREVIOUS THREE YEARS [including withdrawal and suspended]

Facilities	Current Rating (July, 2020)			Rating History		
	Type (Long Term/ Short Term)	Amount (₹ Cr)	Rating	June, 2019	Feb, 2018	2017
Fund Based	Long Term	8.09	BWR B Stable Downgraded Issuer Non Cooperation	BWR B+ Stable Reaffirmed	BWR B+ Stable	-
Total		8.09	₹ Eight Crores and Nine Lakhs Only			

**Issuer did not cooperate; 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**

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ANNEXURE I

Ashutosh Flour Mill 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.	Bank of Baroda	CC	8.00	-	8.00
2.		TL	0.09	-	0.09
TOTAL					8.09

Total Rupees Eight Crores and Nine Lakhs Only.

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