

RATING RATIONALE

Assam Bearing Private Limited

Brickwork Ratings downgrades the ratings for the Bank Loan Facilities of ₹ 6.50 Crores of M/s Assam Bearings Private Limited based on best available information, as the Issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (Mar, 2019)	Present*
Fund Based Cash Credit	6.00	6.00	Long Term	BWR BB- (Stable)	BWR B+ (Stable) Downgraded ISSUER NOT COOPERATING*
Non Fund Based Bank Guarantee	0.50	0.50	Short Term	BWR A4	BWR A4 Reaffirmed ISSUER NOT COOPERATING
Total	6.50	6.50	INR Six Crores and Fifty 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

BWR had initially rated Bank Loan facilities and assigned BWR BB- (Stable)/A4 dated 22nd Mar, 2019. The annual review of the rating was due. Further, Due to the non-availability of information to conduct annual review, Rating Not Reviewed Advisory was issued on 23rd Mar, 2020. BWR took up with the issuer to provide required information over emails and telephone calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the concern has not provided the same. The concern has not provided the NDS since the last rating. However, In the absence of adequate financial information from the entity, BWR is unable to assess the entity's financial performance and its ability to service its debt and maintain a valid rating. Hence on account of inadequate information and lack of management cooperation, the rating is transferred to the **“Issuer Not Cooperating” category by downgrading the long term rating of Bank Loan Facilities to BWR B+ (Stable) and reaffirming the short term rating of Bank Loan Facilities to BWR A4**



LIMITATIONS OF THE RATING

Information availability risk is the 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. 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]

Key Parameters	Units	FY 18	FY 17
Result Type		Audited	Audited
Revenue Receipts	Cr	22.39	15.77
EBITDA	Cr	1.30	1.05
PAT	Cr	0.19	0.11
Tangible Net worth (Analysed)	Cr	4.29	3.98
Total Debt/ TNW (Analysed)	times	2.19	1.31

COMPANY PROFILE

Assam Bearing Pvt Ltd (ABPL) is the distributor of SKF Bearings India Ltd. & HepcoMotion India Ltd. Main products traded by the company are Bearings, Greases, PT products, Maintenance products, Condition monitoring products, Oil seals , Linear Motion Guides etc. The end users of the products are from all industries. ABPL got incorporated in May,1997 and commenced the business in the same year itself. Currently the company is serving more than 1000 customers in North India and catering to their maintenance requirements. Some of the prominent customers of ABPL are NTPC, Nalco, Maruti Suzuki, Hero Motocorp, Rockman Industries, Goodyear, Starwire India Ltd., Whirlpool, Tata Steel Processing, Escorts Ltd. etc.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY- NA

RATING HISTORY FOR THE LAST 3 YEARS (INCLUDING WITHDRAWN/SUSPENDED)

Instrument / Facilities	Current Rating (2020)			Rating History		
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	22/03/2019	2018	2017
Fund Based Cash Credit	Long Term	6.00	BWR B+ (Stable) Downgraded ISSUER NOT COOPERATING	BWR BB- (Stable)	-	-
Non Fund Based Bank Guarantee	Short Term	0.50	BWR A4 Reaffirmed ISSUER NOT COOPERATING	BWR A4	-	-
Total		6.50	INR Six Crores and Fifty Lakhs Only			

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](#)

Analytical Contacts	Investor and Media Relations
<p>Sanskriti Jain Primary Analyst B :+91 11 2341 2232 Ext :116 sanskriti.j@brickworkratings.com</p> <p>Satvinder Kumar Gakhar Associate Director - Ratings B :+91 11 2341 2232 satvinder.g@brickworkratings.com</p>	<p>Liena Thakur Assistant Vice President - Corporate Communications +91 84339 94686 liena.t@brickworkratings.com</p>

ANNEXURE I

**M/s Assam Bearing Private Limited
Details of Bank Facilities rated by BWR**

Name of the Bank	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
Dena Bank	Fund Based	6.00	-	6.00
	Non Fund Based	0.50		0.50
TOTAL				6.50

INR Six Crores and Fifty Lakhs Only

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