

RATING RATIONALE

26 Sep 2019

Astmangal

Brickwork Ratings Downgrades the ratings for the Bank Loan Facilities of ₹ 9.90 Crores of Astmangal based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (May. 2018)	Present
Fund based	9.90	9.90	Long Term	BWR BB-/Stable (BWR Double B Mins)	BWR B+/Stable (BWR Single B Plus) Issuer Not Cooperating* Downgraded
Total	9.90	9.90	INR Nine 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

BWR has downgraded the rating of Astmangal to BWR B+/Stable Issuer Not Cooperating from BWR BB-/Stable.

The firm was initially assigned rating of BWR BB- (Outlook: Stable) in May 2018. The rating was due for a review in May 2019. BWR took up with the issuer to provide required information over email 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 company, BWR is unable to assess the firm's financial performance and its ability to service its debt and maintain a valid rating by downgradation.

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]

Key Parameters	Units	FY17	FY16
Result Type		Audited	Audited
Net Sales/Revenues	₹ Cr	79.22	120.89
EBIDTA	₹ Cr	2.54	1.61
PAT	₹ Cr	0.71	0.21
Tangible Net worth	₹ Cr	2.93	2.34
Total Debt : TNW	Times	5.00	5.42
Current Ratio	Times	3.62	2.92

FIRM PROFILE [AS AVAILABLE WITH BWR IN MAY 2018]

Astmangal is a proprietorship firm established in the year 1998. The firm is promoted by Mr. Yagnesh Gandhi. The firm is situated in Ahmedabad Gujarat. Astmangal's line of business is trading of gems and jewellery mainly of gold chains. Most of their revenue is achieved from trading business, while for the special requirements the manufacturing is outsourced via job work. The firm is highly active while participating in jewellery shows and exhibitions.

NON-COOPERATION WITH PREVIOUS RATING AGENCY: NA

RATING HISTORY

Facilities	Current Rating			Rating History		
	Tenure	Amount (₹ Cr)	Rating	2018	2017	2016
Fund Based	Long Term	9.90	BWR B+/Stable (BWR Single B Plus) Issuer Not Cooperating Downgraded	BWR BB-/Stable (BWR Double B Mins)	NA	NA
Total		9.90	INR Nine Crores and Ninety Lakhs Only			

COMPLEXITY LEVELS OF THE INSTRUMENTS

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

Hyperlink/Reference to applicable Criteria

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ANNEXURE I

Astmangal

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.	Canara Bank	Cash Credit	9.90	0.00	9.90
TOTAL					9.90

Total Rupees Nine Crores And Nine Lakhs Only.

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