

RATING RATIONALE

M/s Atul Generators Private Limited

Brickwork Ratings revises the ratings for the Bank Loan Facilities of ₹ 6.45 Crores M/s Atul Generators Private Limited based on best available information, as the Issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (Nov, 2018)	Present*
Fund Based Cash Credit	5.50	5.50	Long Term	BWR B+ (Stable)	BWR B (Stable) Downgraded Issuer not Cooperating*
Non Fund Based Bank Guarantee	0.95	0.95			
Total	6.45	6.45	INR Six Crores and Forty Five 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 B+ (Stable) dated 03 Nov, 2018. 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 04th Nov, 2019. 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 had not provided the NDS since the initial 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).**

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
Operating Revenue	Cr	20.71	22.04
EBITDA	Cr	1.55	1.11
PAT	Cr	0.30	0.29
Tangible Net Worth	Cr	4.09	3.79
Total Debt/TNW	times	1.67	2.26

COMPANY PROFILE

Atul Generators Pvt. Ltd. (AGPL) was incorporated in 1987. In a span of thirty one years AGPL has developed itself from a small ancillary manufacturing set up to a full fledged Private Limited Company. AGPL is a part of Atul Group of companies. AGPL is engaged in Diesel Generating Sets, A C Generator, Diesel Engines, Centrifugal Water Pumps and Hand Pump sets. The promoters of the company, Mr. R.S. Mittal, Mr. Sanjeev Mittal and Mr. Rajeev Mittal have decades long experience in the industry.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY

IND B+(Stable)/A4 (Issuer Not Cooperating) for Rs. 9.50 Crores on 3rd May, 2018

RATING HISTORY

Instrument / Facilities	Current Rating (2020)			Rating History		
Facility	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	04/11/2019	03/11/2018	2017
Fund Based	Long Term	5.50	BWR B (Stable) Downgraded Issuer not cooperating	Rating Not Reviewed	BWR B+ (Stable)	-
Non Fund Based Bank Guarantee		0.95				
Total		6.45	INR Six Crores and Forty Five 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](#)

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ANNEXURE I

**M/s Atul Generators Private Limited
Details of Bank Facilities rated by BWR**

Name of the Bank	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
Canara Bank, Uttar Pradesh	Fund Based	5.50	-	5.50
	Non Fund Based	0.95	-	0.95
TOTAL				6.45

INR Six Crores and Forty Five Lakhs Only

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