

Rating Rationale

18 Feb 2021

Avishkar Innovative Pvt Ltd

Brickwork Ratings reaffirms the rating for the Bank Loan Facilities of Rs. 30.00 Crs. of Avishkar Innovative Pvt Ltd ('AIPL' or 'the company') based on best available information, as the issuer did not cooperate.

Particulars

Facilities**	Amount (Rs.Crs)		Tenure	Rating#	
	Previous	Present		Previous (Nov 2019)	Present
Fund based Project Specific - PCFC	30.00	30.00	Long Term	BWR BB/ Stable	BWR BB/ Stable ISSUER NOT COOPERATING* (Reaffirmed)
Total	30.00	30.00	Rupees Thirty Crores 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

The rating was due for review in Nov 2020. A rating advisory was issued on 01 Dec 2020 mainly due to the delay in receipt of essential information required for the review. BWR has consistently taken up with the company to provide required information for conducting a review of the rating through emails 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. Further, the company has not been submitting the monthly "No Default Statement" in deviation of the extant guidelines. 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 financial performance and its ability to service its debt and maintain a valid rating. Hence, based on the continued non-cooperation by the company and best available information, Brickwork Ratings has reaffirmed the rating at BWR BB/Stable 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. Users of the credit rating 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

Key Financial Indicators	Units	31 Mar 2019	31 Mar 2020
Result Type		Audited	Audited
Total Operating Income	Rs Crs	48.22	109.23
EBITDA	Rs Crs	12.41	11.84
PAT	Rs Crs	4.72	4.82
Tangible Net Worth	Rs Crs	13.58	18.40
Total Debt/Tangible Net Worth	Times	2.57	1.99
Current Ratio	Times	2.45	2.91

Company Profile (as per information provided in Nov 2019)

Avishkar Innovative Pvt Ltd was incorporated in 2015 at Bangalore, Karnataka. The company is a technology integrator company that offers services and turnkey solutions in Automation Products & Embedded domain. It provides automation solutions to companies operating in the field of telecommunications, embedded systems, education & media development, insurance, transport, utilities, education, medical. The company also provides security solutions to IT Infrastructure through surveillance products and server, storage and virtualization services.

Mrs. Raksha Udupa and Mrs. Sulochana Udupa are the directors.

Non-Cooperation with previous Rating Agency: NA

Rating History For The Previous Three Years [including withdrawal and suspended]

Facilities	Current Rating (Feb 2021)			Rating History		
	Tenure	Amount (Rs Crs)	Rating	2020^^	29Nov2019^	29Aug2018
Fund Based	Long Term	30.00	BWR BB/Stable ISSUER NOT COOPERATING*	Not Rated	BWR BB/ Stable	BWR BB-/ Stable
Total		30.00	Rupees Thirty Crores Only			

* Issuer did not cooperate, based on best available information.

^Rating was migrated to the 'Rating Not Reviewed' category on 30Aug2019.

^Rating was migrated to the 'Rating Not Reviewed' category on 30Nov2020 and a rating advisory was issued on 01Dec2020 due to the delay in rating review.

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](#)
- [Services Sector](#)

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Avishkar Innovative Pvt Ltd
ANNEXURE I
Details of Bank Loan Facilities rated by BWR

Sl. No.	Type of Facilities	Long Term (Rs. Crs.)	Short Term (Rs. Crs.)	Total (Rs. Crs.)
1	Project Specific - PCFC	30.00	-	30.00
	TOTAL			30.00
Total: Rupees Thirty Crores Only				

Note: As per information provided in Nov 2019



For print and digital media

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