RATING RATIONALE **8 April 2021**

Avmark Polymers Private Limited

Brickwork Ratings has reviewed the Ratings for the Bank Loan facilities of ₹ 12 Crores of Avmark Polymers Pvt Ltd (APPL) based on best available information, as the issuer did not cooperate.

Particulars

Facilities	Amount (₹ Crores)		Tenure	Rating#	
	Previous	Present		Previous (Feb, 2020)	Present
Fund Based	12.00	**12.00**	**Long Term**	BWR C Issuer Not Cooperating	**BWR C- Issuer Not Cooperating***
Non Fund Based	(2.00)	**(2.00)**	**Short Term**	BWR A4 Issuer Not Cooperating	**BWR A4 Issuer Not Cooperating**
Total	12.00	**12.00**	**INR Twelve 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

Downgraded the rating to BWR C- / A4 (Issuer not Cooperating) based on best available information as the issuer did not cooperate.
The rating was due for a review in February 2021. 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. Besides, No Default Statement has not been submitted by the client every month, despite follow up. Thus, BWR has downgraded the long term rating to BWR C- and reaffirmed short term rating at BWR A4 and the ratings continue to be "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'S PROFILE [As available on 15 September 2017]
Avmark Polymers Private Limited (APPL) was incorporated in March 2019 at Kanpur, Uttar Pradesh and began commercial operations from March 2014. The company has a manufacturing unit in Kanpur and manufactures High Density Polyethylene (HDPE) based Tarpaulin. It is sold under the brand name " Gold Mahor". The company requires raw materials like HDPE granules, filler compounds, LDPE etc for production. The company is managed by Mr. Prateek Arora, Mr. Saurabh Aggarwal and Mr. Gaurav Aggarwal.

KEY FINANCIAL INDICATORS (in INR Cr) [As available on 15 September 2017]

Key Parameters	Units	2017	2016
Result Type		**Provisional**	**Audited**
Total Operating Income	₹ Cr	11.93	19.03
EBITDA	₹ Cr	1.23	1.82
PAT	₹ Cr	0.50	(0.07)
Tangible Net Worth	₹ Cr	3.87	2.99
TOL / TNW	Times	3.85	6.81
Current Ratio	Times	1.84	1.49

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY
NA

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

Facilities	Current Rating (April, 2021)			Rating History		
	Type (Long Term/ Short Term)	Amount (₹ Cr)	Rating	28 Feb 2020	2019	2018
Fund Based	Long Term	12	**BWR C- Issuer Not Cooperating Downgrade**	**BWR C Issuer Not Cooperating Downgrade**	-	-
Non Fund Based	Short Term	(2)	**BWR A4 Issuer Not Cooperating Reaffirmation**	**BWR A4 Issuer Not Cooperating Reaffirmation**		
Total		**12**	**₹ Twelve Crores Only**			

**Issuer did not cooperate; based on best available information
Last rating was done on 15 September 2017 with a downgraded rating of BWR B-(Stable)/A4.

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

Avmark Polymers Pvt. Ltd.
Details of Bank Facilities rated by BWR

Sl.No.	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
1	Term Loan	8	-	8
2	Cash Credit	4	-	4
3	LC interchangeable with CC limit	-	(2)	(2)
TOTAL				**12**

Total Rupees Twelve Crores Only.

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