Rating Rationale

Fazil Timbers

07th September 2017

Brickwork Ratings has reviewed the rating assigned to the Bank Loan Facilities of Rs. 6.80 Cr of Fazil Timbers , based on best available information, as the issuer did not cooperate. Accordingly the rating for the said Bank Loan Facilities is revised to 'BWR B/A4 (Outlook: Stable) ISSUER NOT COOPERATING'

Particulars

Facility Rated	Amount (Rs. Crs)		Tenure	Rating*	
	Previous (Dec' 2014)	**Present[1] (Sep' 2017)**		**Previous (Dec' 2014)**	**Present (Sep' 2017)**
Fund Based Cash Credit	0.70	0.70	Long Term	BWR B+ (Pronounced BWR Single B Plus) (Outlook: Stable)	BWR B ISSUER NOT COOPERATING# (Pronounced BWR Single B) (Outlook: Stable) **Downgraded**
Fund Based Cheque/DD purchase	0.10	0.10	Short term	BWR A4 (Pronounced BWR A Four)	BWR A4 ISSUER NOT COOPERATING# (Pronounced BWR A Four) **Reaffirmation**
Non-Fund based: FLC/ FCL/ BG	5.90	5.90			
Sub limit: ILC	(2.00)	(2.00)			
BG	0.10	0.10			
Total	**6.80**	**6.80**	**INR Six Crores and Eighty Lakhs Only**		

***** Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

Issuer did not cooperate; Based on best available information

Note: The aforesaid facilities are availed from Tamilnad Mercantile Bank Ltd, Tamil Nadu

Rating Downgraded

In view of the non-availability of the information and lack of management cooperation, Brickwork Ratings has downgraded the rating for bank loan facilities amounting to Rs. 6.80 Cr of Fazil Timbers.

Nature of Non Co-Operation

The rating was due for an annual review in December 2015. Brickwork Ratings took up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of Brickwork Ratings to get at least the minimum required information for a review, the firm has not provided the same. In the absence of adequate information from the issuer, Brickwork Ratings is unable to assess the issuer's financial performance and its ability to service its bank loan obligations and maintain a valid rating.

The lenders/investors may note to exercise due caution while using the above ratings which mentions "Issuer Not Cooperating" since the ratings lacks any projections or a forward looking component as it is arrived based on best available information on the firm without any management/banker's interaction.

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.

About the Firm

Fazil Timbers is a partnership firm which was established in Feb 2005 in Tenkasi, Chennai. The Firm is engaged in the business of importing timber logs from various countries like South Africa, Malaysia, Australi & America. The Firm sells the imported timber to various dealers as round logs and sawn sizes to various wholesale dealers.

Rating History for the last three years:

Sl. No.	Instrument/ Facility	Current Rating (Year 2017)		Rating History		
		Amount (Rs Crs)	Rating	2016	2015	2014
1	Long Term	0.70	BWR B (Outlook: Stable) ISSUER NOT COOPERATING#	-	-	BWR B+/A4
2	Short Term	6.10	BWR A4			
	Total	6.80 Crs	**INR Six Crores and Eighty Lakhs Only**			

Issuer did not cooperate; Based on best available information

Hyperlink/Reference to Applicable Criteria

07th September 2017

- **General Criteria**
- **Approach to Financial Ratios**

Rating Criteria for Manufacturing Companies

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For print and digital media

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Note on complexity levels of the rated instrument:

BWR complexity levels are meant for educating investors. The BWR complexity levels are available at www.brickworkratings.com/download/ComplexityLevels.pdf Investors queries can be sent to info@brickworkratings.com.

About Brickwork Ratings

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, has also been accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a Nationalized Bank, as its promoter and strategic partner.

BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Guwahati, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations. BWR has rated debt instruments/bonds/bank loans, securitized paper of over ₹ 9,30,000 Cr. In addition, BWR has rated about 5000 MSMEs. Also, Fixed Deposits and Commercial Papers etc. worth over ₹19,700 Cr have been rated. Brickwork has a major presence in rating of nearly 100 cities.

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