



## RATING RATIONALE

21 Jan 2020

### OK Play India Ltd

Brickwork Ratings revises the ratings for the Bank Loan Facilities of ₹ 51.60 Crs of *OK Play India Ltd* based on best available information, as the issuer did not cooperate.

#### Particulars

Particulars	Previous Amount (Rs Crs)	Present Amount (Rs Crs)	Tenure	Previous Rating (Aug, 2018)	Present# Rating
<b>Fund Based</b>	50.10	50.10	Long Term	BWR BBB-Stable	BWR D Issuer did not Cooperate
<b>Non Fund Based</b>	1.50	1.50	Short Term	BWR A3	BWR D Issuer did not Cooperate
Total	51.60	51.60	INR Fifty One Crores and Sixty lakhs Only		

# Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings. Details of Bank facilities is provided in Annexure-I

#### RATING ACTION / NATURE OF NON-COOPERATION

BWR had assigned Rating of BWR BBB- (Stable)/ A3 to OK Play India Ltd. for the loan facilities of Rs. 51.60 Crs on 09 August, 2018 and rating was moved to rating not reviewed category on 12 August, 2019.

The rating was due for a review in August, 2019. BWR took up with the issuer to provide required information over emails dated 14/10/2019, 17/10/2019 and 13/01/2020 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. However, in the absence of adequate information from the issuer/Company. BWR is unable to assess the issuer's/Company's current complete financial performance and its ability to service its debt and maintain a valid rating.



Further, the company has made an announcement to the Bombay Stock Exchange dated 18h January 2020 regarding defaults in repayments of Term Loan.

Based on best available information, BWR migrated the rating to issuer not cooperating category with rating BWR D.

### LIMITATIONS OF THE RATING

Information availability risk is a key factor in the assessment of credit risk as generally, non-co-operation 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 [As available with BWR Aug 2018)

Key Parameters	Units	FY 17 (Audited)	FY18 (Provisional)
<b>Result Type</b>			
Operating income	Rs Crores	<b>83.52</b>	<b>144.95</b>
EBITDA	Rs Crores	<b>17.41</b>	<b>24.77</b>
Net Profit	Rs Crores	<b>0.06</b>	<b>2.23</b>
TNW	Rs Crores	<b>35.83</b>	<b>45.62</b>
Total Debt/TNW	Times	<b>5.22</b>	<b>5.68</b>
Current Ratio	Times	<b>0.84</b>	<b>1.34</b>

**As per the information available in public domain. The company has achieved operating income of Rs 118.93 Crs in FY19 and Rs 39.03 Crs as on 30.09.2019.**

### COMPANY PROFILE [As available with BWR in Aug, 2018]

The company was initially incorporated under the name of Aquapure Containers Ltd. in 1988 to manufacture water storage tanks. In 1992, OPIL diversified into the manufacture of toys by acquiring the toy manufacturing division of a British company namely OK Play, and, changed its name to OK Play India Ltd. w.e.f. 12.10.93.

OPIL came out with its maiden public issue in February 1994 amounting to Rs.425 Lacs, which was fully subscribed. The day to day affairs of the company are managed by the whole time Directors namely Shri Rajan Handa. Mrs Mamta Handa and Mr Rajan Wadhwa.

The company diversified into making products for the automotive industry. The company has in all around 230 persons on its rolls. Other requirements are met through contractors. In addition, the company has qualified and competent personnel to assist the management in its day to day functions. The company owns (100%) a subsidiary company “OK Play Auto Private Limited” which is also engaged in manufacturing, designing, assembling, importing, exporting, buying, selling, distributing and dealing in automotive components and all kinds of plastic components and automobile parts. The company is located at Ranipet Tamil Nadu. The company clocked a turnover of Rs 33.91 Crs during FY18.

**NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY : NA**

**RATING HISTORY**

Facility	Current Rating (2020)			Rating History		
	Tenure	Amount (Rs Crs)	Rating	Aug, 2019	Aug 2018	2017
<b>Fund Based</b>	Long Term	50.10	BWR D Issuer did Not Cooperate	Rating Not Reviewed	BWR BBB-Stable	NA
<b>Non Fund Based</b>	Short Term	1.50	BWR D Issuer did Not Cooperate		BWR A3	
<b>Total</b>		51.60	INR Fifty One Crores and Sixty lakhs Only			

**COMPLEXITY LEVELS OF THE INSTRUMENTS**

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

**Hyperlink/Reference to applicable Criteria**

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Manufacturing Sector](#)
- [What constitutes Client Non-Cooperation](#)

Analytical Contacts	Investor and Media Relations
<p><b>Akhil khurana</b> Rating Analyst Phone:011-23412232 <a href="mailto:akhil.k@brickworkratings.com">akhil.k@brickworkratings.com</a></p> <p><b>RK Sharma</b> Senior Director - Ratings Phone:011-23412232 <a href="mailto:Satvinder.g@brickworkratings.com">Satvinder.g@brickworkratings.com</a></p>	<p>Liena Thakur Assistant Vice President - Corporate Communications +91 84339 94686 <a href="mailto:liena.t@brickworkratings.com">liena.t@brickworkratings.com</a></p>

## ANNEXURE I

### Details of Bank Facilities rated by BWR

Sl. No.	Bank	Facilities	Long Term (Rs Crs)	Short Term (Rs Crs)	Total (Rs Crs)
1	Indian Overseas Bank	CC	28.00	-	28.00
		TL	18.57	-	18.57
		ECB	3.53	-	3.53
		Letter of Guarantee	-	1.50	1.50
Total					51.60

**INR Fifty One Crores and Sixty lakhs Only**



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**DISCLAIMER** Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented “as is” without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons