



Rating Rationale

13 Oct 2023

Akme Fintrade (India) Ltd.

Brickwork Ratings downgrades the long term ratings for the bank loan facilities and proposed fixed deposits amounting Rs 55 Crs of Akme Fintrade (India) Limited, based on best available information, as the issuer did not cooperate.

Particulars

Facility	Previous Amount (₹ Crs)	Present Amount (₹ Crs)	Tenure	Previous Rating (14 Sep 2022)	Rating*
Fund based (Bank Loan facilities)	52.00	52.00	Long Term	BWR B+ /Stable / Continues to be in ISSUER NOT COOPERATING* (Downgraded)	BWR B/Stable / Continues to be in ISSUER NOT COOPERATING* (Downgraded)
Proposed Fixed Deposit	3.00	3.00	Long Term	BWR B+/Stable / Continues to be in ISSUER NOT COOPERATING* (Downgraded)	BWR B /Stable / Continues to be in ISSUER NOT COOPERATING* (Downgraded)
Total	55.00	55.00	INR Fifty Five Crores only		

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

Issuer did not cooperate, based on best available information

Details of bank loan facilities in the Annexure I

RATING ACTION/OUTLOOK/NATURE OF NON-COOPERATION

Brickwork Ratings (BWR) downgrades the ratings for the Bank Loan facilities and Proposed Fixed Deposits of Akme Fintrade (India) Limited, with continuation under ISSUER NOT COOPERATING* category, as tabulated above. Despite BWR's best efforts to obtain at least the minimum required information for a rating review, the Company has not provided the same. In the absence of adequate information and continued lack of cooperation from the Company, BWR is unable to assess the entity's financial performance and its ability to service its debt and maintain a valid rating.

Based on inadequate information; lack of cooperation, non submission of No Default Statements (NDS) and non availability of lender feedback,, BWR has downgraded the rating of the Bank Loan facilities and Proposed Fixed Deposits of Akme Fintrade (India) Limited from 'BWR B+/Stable/ ISSUER NOT COOPERATING*' to 'BWR B/Stable/Continues to be in ISSUER NOT COOPERATING*', based on the best available information.



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. The current rating action has been taken on the basis of the limited information on the issuer's performance. Accordingly, the lenders, investors and other market participants are advised to exercise appropriate caution while using this rating as it may not adequately reflect the credit risk profile of the society, despite the downgrade.

ABOUT THE COMPANY

Akme Fintrade (India) Limited (AFIL) was incorporated in February 1996 by Mr. Nirmal Kumar Jain and his family members; AFIL is a part of the Akme Group of Udaipur, Rajasthan. The company was earlier registered as a deposit taking non-banking financial company (NBFC) with the Reserve Bank of India (RBI). Subsequently in 2019, the company got registered as a non deposit taking NBFC with RBI. The Company mainly provides loans towards personal loan, Business loan, Equipment Finance, Working Capital Loan to SME, Corporate Loan, Education Loan, retail loan, Vehicle Loan etc.

KEY FINANCIAL INDICATORS (as available in the public domain)

Key Parameters		FY21	FY22	FY23
Result Type	Unit	Audited	Audited	Audited
Revenue	Rs. Crs	87.76	67.44	69.57
PAT	Rs. Crs	16.70	4.33	14.52
TNW	Rs. Crs	130.88	137.47	203.60
Borrowings	Rs. Crs	317.82	230.06	177.76
Gearing	Times	2.42	1.67	0.87
AUM	Rs. Crs	412.84	342.27	345.57
CRAR	%	29.41	35.07	NA
GNPA	%	3.57	4.90	NA
NNPA	%	2.97	4.06	NA
PCR	%	16.94	17.20	NA

NA : Not available

NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY IF ANY

Nil



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

S.No	Instrument	Current Rating (Oct 2023)			Rating History		
		Type	Amount (₹ Crs)	Rating	2022 14 Sep 2022	2021 19 Aug 2021	2020 21 Aug 2020
1	Bank Facilities	Long term	52.00	BWR B/Stable / Continues to be in ISSUER NOT COOPERATING* (Downgraded)	BWR B+/Stable / Continues to be in ISSUER NOT COOPERATING* (Downgraded)	BWR BB/Stable / ISSUER NOT COOPERATING* (Downgraded)	BWR BB+/ Stable / Issuer not Cooperating (Downgraded)
2.	Proposed Fixed Deposit	Long Term	3.00	BWR B /Stable / Continues to be in ISSUER NOT COOPERATING* (Downgraded)	BWR B+ /Stable /Continues to be in ISSUER NOT COOPERATING* (Downgraded)	BWR FBB/Stable / ISSUER NOT COOPERATING* (Downgraded)	BWR FBB+ / Stable / Issuer not Cooperating (Downgraded)
Total			55.00	Rupees Fifty Five Crores only			

*Issuer did not cooperate, based on best available information

COMPLEXITY LEVELS OF THE INSTRUMENTS

Bank Loan - SIMPLE

For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Banks and Financial Institutions](#)
- [What constitutes Client Non Co-operation](#)

Analytical Contacts	
Soubhagya Ranjan Kahalsingh Senior Rating Analyst Mobile : 8884498558 soubhagya.rs@brickworkratings.com	Vidya Shankar Principal Director – Ratings Board : +91 80 40409999 vidyashankar@brickworkratings.com
1-860-425-2742	media@brickworkratings.com



Akme Fintrade (India) Limited

Annexure - I

Details of Bank Loan facilities rated by BWR
(as per last rating rationale)

Sr No	Name of the Bank	Type of Facilities	Long Term (Rs in Crs)	Short Term (Rs in Crs)	Total (Rs in Crs)
1.	State Bank of India	Cash Credit	5.00	-	5.00
2.	Bank of Baroda	Cash Credit	36.00	-	36.00
3.	Bank of India	Term Loan	11.00	-	11.00
	TOTAL		52.00		

Rupees Fifty Two Crores Only

ANNEXURE- II

INSTRUMENT (FDs) Details:

(as per last rating rationale)

Instrument	Issue Date	Amount (Rs Crs)	Coupon Rate	Maturity Date	ISIN
Proposed FD	NA	3.00	NA	NA	NA
TOTAL		3.00	Rupees Three Crores only		

NA as details not shared by the Company

ANNEXURE- III

List of Entities Consolidated : Not Applicable



For print and digital media The Rating Rationale is sent to you for the sole purpose of dissemination through your print, digital or electronic media. While it may be used by you acknowledging credit to BWR, please do not change the wordings in the rationale to avoid conveying a meaning different from what was intended by BWR. BWR alone has the sole right of sharing (both direct and indirect) its rationales for consideration or otherwise through any print or electronic or digital media.

About Brickwork Ratings

Brickwork Ratings (BWR), a Securities and Exchange Board of India [SEBI] registered Credit Rating Agency and accredited by Reserve Bank of India [RBI], offers credit ratings of Bank Loan, Non- convertible / convertible / partially convertible debentures and other capital market instruments and bonds, Commercial Paper, perpetual bonds, asset-backed and mortgage-backed securities, partial guarantees and other structured / credit enhanced debt instruments, Security Receipts, Securitisation Products, Municipal Bonds, etc. BWR has rated over 11,560 medium and large corporates and financial institutions' instruments. BWR has also rated NGOs, Educational Institutions, Hospitals, Real Estate Developers, Urban Local Bodies and Municipal Corporations. BWR has Canara Bank, a leading public sector bank, as one of the promoters and strategic partner.

DISCLAIMER :

Brickwork Ratings India Pvt. Ltd. (BWR), a Securities and Exchange Board of India [SEBI] registered Credit Rating Agency and accredited by the Reserve Bank of India [RBI], offers credit ratings of Bank Loan facilities, Non- convertible / convertible / partially convertible debentures and other capital market instruments and bonds, Commercial Paper, perpetual bonds, asset-backed and mortgage-backed securities, partial guarantees and other structured / credit enhanced debt instruments, Security Receipts, Securitisation Products, Municipal Bonds, etc. [hereafter referred to as "Instruments"]. BWR also rates NGOs, Educational Institutions, Hospitals, Real Estate Developers, Urban Local Bodies and Municipal Corporations.

BWR wishes to inform all persons who may come across Rating Rationales and Rating Reports provided by BWR that the ratings assigned by BWR are based on information obtained from the issuer of the instrument and other reliable sources, which in BWR's best judgement are considered reliable. The Rating Rationale / Rating Report & other rating communications are intended for the jurisdiction of India only. The reports should not be the sole or primary basis for any investment decision within the meaning of any law or regulation (including the laws and regulations applicable in Europe and also the USA).

BWR also wishes to inform that access or use of the said documents does not create a client relationship between the user and BWR.

The ratings assigned by BWR are only an expression of BWR's opinion on the entity / instrument and should not in any manner be construed as being a recommendation to either, purchase, hold or sell the instrument.

BWR also wishes to abundantly clarify that these ratings are not to be considered as an investment advice in any jurisdiction nor are they to be used as a basis for or as an alternative to independent financial advice and judgement obtained from the user's financial advisors. BWR shall not be liable to any losses incurred by the users of these Rating Rationales, Rating Reports or its contents. BWR reserves the right to vary, modify, suspend or withdraw the ratings at any time without assigning reasons for the same.

BWR's ratings reflect BWR's opinion on the day the ratings are published and are not reflective of factual circumstances that may have arisen on a later date. BWR is not obliged to update its opinion based on any public notification, in any form or format although BWR may disseminate its opinion and analysis when deemed fit.

Neither BWR nor its affiliates, third party providers, as well as the directors, officers, shareholders, employees or agents (collectively, "BWR Party") guarantee the accuracy, completeness or adequacy of the Ratings, and no BWR Party shall have any liability for any errors, omissions, or interruptions therein, regardless of the cause, or for the results obtained from the use of any part of the Rating Rationales or Rating Reports. Each BWR Party disclaims all



express or implied warranties, including, but not limited to, any warranties of merchantability, suitability or fitness for a particular purpose or use. In no event shall any BWR Party be liable to any one for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees, or losses (including, without limitation, lost income or lost profits and opportunity costs) in connection with any use of any part of the Rating Rationales and/or Rating Reports even if advised of the possibility of such damages. However, BWR or its associates may have other commercial transactions with the company/entity. BWR and its affiliates do not act as a fiduciary.

BWR keeps certain activities of its business units separate from each other in order to preserve the independence and objectivity of the respective activity. As a result, certain business units of BWR may have information that is not available to other BWR business units. BWR has established policies and procedures to maintain the confidentiality of certain non-public information received in connection with each analytical process.

BWR clarifies that it may have been paid a fee by the issuers or underwriters of the instruments, facilities, securities etc., or from obligors. BWR's public ratings and analysis are made available on its web site, www.brickworkratings.com. More detailed information may be provided for a fee. BWR's rating criteria are also generally made available without charge on BWR's website.

This disclaimer forms an integral part of the Ratings Rationales / Rating Reports or other press releases, advisories, communications issued by BWR and circulation of the ratings without this disclaimer is prohibited.

BWR is bound by the Code of Conduct for Credit Rating Agencies issued by the Securities and Exchange Board of India and is governed by the applicable regulations issued by the Securities and Exchange Board of India as amended from time to time.