



## Rating Rationale

### Anik Industries Limited

27 Aug 2018

Brickwork Ratings has reviewed the Rating assigned to the bank loan facilities of Rs.188.00 Crs of Anik Industries Limited based on best available information, as the issuer did not cooperate. Accordingly the rating is revised to BWR BB (Outlook:Negative)/A4 ISSUER NOT COOPERATING\*

#### Particulars

Facility	Amount(Rs. Crs)		Tenure	Rating #	
	Previous	Present		Previous	Present
Cash Credit	25.00	25.00	Long Term	BWR BB+ (Outlook :Stable)	<b>BWR BB</b> <i>(Pronounced BWR Double B)</i> <b>(Outlook:Negative)</b> ISSUER NOT COOPERATING* <b>Downgraded</b>
Term Loan	8.00	8.00			
Letter of Credit	153.00	153.00	Short Term	BWR A4+	<b>BWR A4</b> ISSUER NOT COOPERATING*  <b>Downgraded</b>
Bank Guarantee	2.00	2.00			
<b>Total</b>	<b>188.00</b>	<b>188.00</b>	<b>INR One hundred and Eighty Eight Crores Only</b>		

#Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings

\* Issuer did not cooperate; Based on best available information

#### Ratings revised and migrated to Issuer Not Cooperating Category\*

##### Nature of Non-cooperation:

The ratings were due for a review in May 2018. BWR took up with the company to provide required information over emails and through telephonic communication. Despite the best efforts of BWR to get at least the minimum required information for a review, the company has not provided the same. In the absence of adequate information from the company, BWR is unable to assess the company's operational performance and its ability to service its debt and maintain a valid rating. Hence, on account of inadequate information and lack of management cooperation, Brickwork Ratings has revised the ratings to BWR BB (Outlook:Negative)/A4 ISSUER NOT COOPERATING\* .

##### Limitations of the rating:

Information availability risk is a key factor in the assessment of credit risk as generally non-cooperation 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.



### About the Company

Incorporated in 1976, AIL, Mumbai, is listed both on BSE and NSE. AIL is currently engaged in trading of commodities, real estate development and generation of wind power.

Mr. Suresh Chandra Shahra is the Chairman and Managing Director of AIL.

### Financial Performance

(Based on publicly available information)

On a consolidated basis, the Company reported revenue of Rs.609.67 Crs in FY18 as against Rs.489.14 Crs in FY17. PAT was Rs.13.78 Crs in FY18 as against Rs.35.78 Crs in FY17.

### Rating History for the last three years

Sl. No	Facility	Current Rating (Aug 2018)			Rating History		
		Type	Amount (Rs. Crs)	Rating	30 May 2017#	2016	2015
1	Cash Credit Term Loan	Long Term	25.00	<b>BWR BB (Outlook:Negative) ISSUER NOT COOPERATING*  Downgraded</b>	<b>BWR BB+ (Outlook: Stable)  Assigned</b>	-	-
			8.00				
2	CC BG	Short Term	153.00	<b>BWR A4 ISSUER NOT COOPERATING*  Downgraded</b>	<b>BWR A4+  Assigned</b>	-	-
			2.00				
<b>Total</b>			<b>188.00</b>	<b>INR One hundred and Eighty Eight Crores Only</b>			

# Rated amount was Rs. 188.00 Crs.

\*Issuer did not cooperate; Based on best available information

**Status of non-cooperation with previous CRA: Nil.**

**Any other information : NA**

### Hyperlink/Reference to applicable Criteria / Policies

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Infrastructure Sector](#)
- [What Constitutes Non-cooperation](#)
- [Short Term Debt](#)
- [Trading Entities](#)



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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](http://www.brickworkratings.com/download/ComplexityLevels.pdf) Investors queries can be sent to [info@brickworkratings.com](mailto:info@brickworkratings.com).

**About Brickwork Ratings**

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, 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 leading public sector 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, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations. BWR has rated debt instruments/bonds/bank loans, securitized paper of over ₹ 11,99,663 Cr. In addition, BWR has rated over 6819 MSMEs. Also, Fixed Deposits and Commercial Papers etc. worth over ₹48,803 Cr have been rated.

BWR has rated over 30 PSUs/Public Sector banks, as well as many major private players. BWR has a major presence in ULB rating of nearly 102 cities

**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.