



Rating Rationale

Auto Ignition Ltd.

17Jan2019

Brickwork Ratings has reviewed the Rating for the Bank Loan facilities of ₹ 62.25 Crore of Auto Ignition Ltd. based on best available information, as the issuer did not cooperate. Accordingly the rating for the said instrument is as under

Particulars

Facility Rated	Amount (Rs. Crs)		Tenure	Rating ^		
	Previous	Present		Initial (Dec, 2013)	Previous Rating (Dec, 2017)	Present
Cash Credit	20.00	20.00	Long Term	BWR BBB- (Pronounced as BWR Triple B Minus) (Outlook: Stable)	Downgraded to BWR BB+ (Pronounced as BWR Double B Plus) (Outlook : Stable) Issuer Non Cooperation	Reaffirm at BWR BB+ (Pronounced as BWR Double B Plus) (Outlook : Stable) Issuer Non Cooperation
Term Loan	8.25	8.25				
BD	(20.00)	(20.00)				
WCDL/ Usance LC	16.00	16.00				
Invoice finance M&M	9.50	9.50				
Invoice finance TAFE	2.50	2.50				
WCDL	4.00	4.00				
BG	2.00	2.00	Short Term	BWR A3 (Pronounced as BWR A Three)	Downgraded to BWR A4 (Pronounced as BWR A Four) Issuer Non Cooperation	Reaffirmed at BWR A4 (Pronounced as BWR A Four) Issuer Non Cooperation
Total	62.25	62.25	INR Sixty Two Crores and Twenty Five Lakhs Only			

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings
Issuer did not co-operate; based on best available information

Ratings: Reaffirmed

Nature of Non-co-operation:

The rating was due for a review. BWR took up with the issuer to provide required information over emails. 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 financial performance and its ability to service its debt and maintain a valid rating.

Limitations of the rating:

Information availability risk is a key factor in the assessment of credit risk and non cooperation by the firm to provide required information for a review of the assigned rating may also be accompanied by financial stress.

About the Company {Information as available in Dec 2013}

Auto Ignition Ltd (AIL), Delhi was promoted by Mr R K Sarine and his family in 1971 as Auto Ignition Pvt Ltd and later reconstituted as a public limited company in 1994. AIL is a manufacturer and exporter of heavy-duty auto electric components for commercial vehicles, tractors, off-road vehicles, stationary engines and two & three wheelers under the brand name AUTO-LEK.

Rating History for the last three years

S.No	Instrument /Facility	Current Rating (2017)			Rating History		
		Type (Long Term/ Short Term)	Amount (₹ Cr)	Rating^	2017	2016	2015
1	Fund Based	Long Term	60.25	Reaffirm at BWR BB+ (Pronounced as BWR Double B Plus) (Outlook : Stable) Issuer Non Cooperation	Downgraded to BWR BB+ (Pronounced as BWR Double B Plus) (Outlook : Stable) Issuer Non Cooperation	Not Rated	Not review
2	Non Fund Based	Short Term	2.00	Reaffirmed at BWR A4 (Pronounced as BWR A Four) Issuer Non Cooperation	Downgraded to BWR A4 (Pronounced as BWR A Four) Issuer Non Cooperation	Not Rated	Not review
	Total		62.25	INR Sixty Two Crores and Twenty Five Lakhs Only			

^Issuer did not co-operate; based on best available information

Status of non-cooperation with previous CRA (if applicable)-Reason and comments

Any other information



Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [What Constitutes Non-Cooperation](#)

For any other criteria obtain [hyperlinks](#) from website

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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, 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.

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.