

## RATING RATIONALE

6 May 2020

### Aakarshit Ice and Cold Storage Pvt Ltd

**Brickwork Ratings downgrades the ratings for the Bank Loan Facilities of ₹12.49 Crores of Aakarshit Ice and Cold Storage Pvt Ltd based on best available information, as the issuer did not cooperate.**

#### Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (October, 2018)	Present
Fund Based	12.49	12.49	Long Term	BWR B- (Stable)	BWR C Issuer Not Cooperating* (Downgraded)
<b>Total</b>	<b>12.49</b>	<b>12.49</b>	<b>INR Twelve Crores and Forty Nine Lakhs 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.

Details of Bank facilities is provided in Annexure-I

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

The rating of the Bank Loan Facilities of the company has been downgraded to BWR C under the 'Issuer Not Cooperating' category.

BWR assigned the initial rating of BWR B- (Stable) on 1st October 2018. The rating was due for review in October, 2019. BWR took up with the issuer consistently to provide required information over emails apart from telephonic communications. BWR was unable to reach its bankers, the banker's feedback regarding the conduct of account is not available. Despite the best efforts of BWR to get at least the minimum required information for a review, the entity has not provided the same. In the absence of adequate information from the firm, BWR is unable to assess the entity's financial performance and its ability to service its debt. The rating downgrade also takes into account the non submission of No Default Statement by the company for several months.

### 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.

### KEY FINANCIAL INDICATORS (in ₹ Cr) [AS AVAILABLE WITH BWR]

Key Parameters	Units	2018	2017
Result Type		Audited	Audited
Operating Revenue	₹ Cr	25.46	25.16
EBITDA	₹ Cr	3.19	2.07
PAT	₹ Cr	1.09	0.75
Tangible Net Worth	₹ Cr	5.55	3.46
Total Debt/Tangible Net Worth	Times	2.19	3.94
Current Ratio	Times	1.29	1.15

### COMPANY PROFILE [ As available with BWR ]

Aakarshit Ice and Cold Storage Ltd (“Company” or “AICSPL”) was incorporated in 1997, situated in Indore, MP. The company is promoted by Mr. M. S. Madaan and Mr. Naveen Madaan. AICSPL’s main line of business is Cold Storage Facility, they also trade in agricultural commodities like potato, carrot, chana and jaggery. The storage capacity is 22000 MT, the company undertook capacity expansion of 5100 MT the project completed in January 2018.

### NON-COOPERATION WITH PREVIOUS RATING AGENCY: NA

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

Facilities	Current Rating			Rating History		
	Tenure	Amount (₹ Cr)	Rating	2019	1st October 2018	2017
Fund Based	Long Term	12.49	BWR C Issuer Not Cooperating (Downgrade)	NA	BWR B- (Stabe)	NA
Total		12.49	INR Twelve Crores and Forty Nine 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](#)
- [What constitutes Client Non Co-operation](#)

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## ANNEXURE I

### Aakarshit Ice and Cold Storage Pvt Ltd

#### Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Long Term [₹ Cr]	Total [₹ Cr]
1	Punjab National Bank	Overdraft	6.50	6.50
2		Overdraft 2	2.99	2.99
3		Term Loan	3.00	3.00
<b>TOTAL</b>				<b>12.49</b>

**Total Rupees Twelve Crores and Forty Nine Lakhs Only.**



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