



Rating Report

Aditya Precitech Private Limited

20th February 2017

Brickwork Ratings assigns ratings for the Bank Loan Facilities of Rs. 8.84 Crores of M/s Aditya Precitech Private Limited

Particulars

| Facility Rated | Amount (Rs. Crs) | Tenure | Rating * |
|--|---|------------|---------------------------|
| Fund Based Cash Credit Term Loans* | 3.00 2.59 | Long Term | BWR B+ Outlook: Stable |
| Non-Fund Based Bank Guarantee | 3.25 | Short Term | BWR A4 |
| Total | Rs.8.84 Crores (Rupees Eight Crores and Eighty Four Lakhs Only.) | | |

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

Rationale:

BWR has principally relied upon the audited financial statements up to FY16, and publicly available information and information/clarifications provided by the firm

The assigned ratings draws comfort from the Promoter's extensive experience in the engineering industry, reputed client base, favourable outlook for Defence and aerospace verticals. However the assigned ratings are constrained by the small scale of operations. Low net worth, working capital intensive nature of business.

Rating Outlook: Stable

BWR believes the M/s Aditya Precitech Private Limited's business risk profile will be maintained over the medium term. The 'Stable' outlook indicates a low likelihood of rating change over the medium term. The rating outlook may be revised to 'Positive' in case the revenues and profit show sustained improvement. The rating outlook may be revised to 'Negative' if the revenues go down and profit margins show lower than expected figures.



About the Company

Aditya Precitech was established in the year 1994 as a partnership firm and subsequently firm was reconstituted as a private limited company in the name of Aditya Precitech Private Limited in 2004. Company is located at Hyderabad and APPL is promoted by Mr. K.N.Venkateswara Rao and Mr. R.V.K.Kishore and (Holds 50% each). AAPL is engaged in the manufacture of precision engineering components and sub-assemblies for the aerospace, defence and specialised industries. The company has a manufacturing unit in IDA Kukatpally in 36,000 Square feet Hyderabad and it has the AS 9100 B & ISO 9001:2008 standards certifications. The clients include laboratories that form a part of Indian Space Research Organization (ISRO), Defence Research and Development Organization (DRDO), ASL, RCI, NSTL, HEMRL and HAL

Company Financial Performance

As per the Audited financial of FY 16, firm has reported a total operating income of Rs.18.40 crore, and PAT of Rs.0.38 Crore as against total operating income of Rs.14.80 Crores and PAT of Rs.0.67 crore in FY15.

Rating History for the last three years

| Sl. No | Instrument /Facility | Current Rating (Year 2017) | | | Rating History | | |
|--------|----------------------|----------------------------|-----------------|--------|----------------------------------|----------------------------------|----------------------------------|
| | | Type | Amount (Rs Crs) | Rating | Date and Rating assigned in 2016 | Date and Rating assigned in 2015 | Date and Rating assigned in 2014 |
| 1. | Cash Credit | Long Term | 3.00 | BWR B+ | Nil | Nil | Nil |
| 2. | Term Loans | | 2.59 | | | | |
| 3. | Bank Guarantee | Short Term | 3.25 | BWR A4 | | | |

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Manufacturing](#)



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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, has also been 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 Nationalized 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, Guwahati, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations. BWR has rated debt instruments/bonds/bank loans, securitized paper of over ₹ 9, 30,000 Cr. In addition, BWR has rated about 5000 MSMEs. Also, Fixed Deposits and Commercial Papers etc. worth over ₹19,700 Cr have been rated. Brickwork has a major presence in rating of nearly 100 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.



**Aditya Precitech Private Limited
Annexure-I**

| Profit and Loss Account | | | |
|--------------------------------------|--------------------|--------------------|--------------------|
| Crores | 31-Mar-2014 | 31-Mar-2015 | 31-Mar-2016 |
| Result Type | Audited | Audited | Audited |
| Total Operating Income | 12.02 | 14.80 | 18.40 |
| Operating Expenses | 10.22 | 12.16 | 15.01 |
| OPBDIT | 1.80 | 2.64 | 3.39 |
| Depreciation/Amortization/Impairment | 0.63 | 0.77 | 1.16 |
| OPBIT | 1.18 | 1.87 | 2.23 |
| Interest and Finance Charges | 0.70 | 0.90 | 1.58 |
| OPBT | 0.47 | 0.97 | 0.65 |
| Non-Operating Income(Expenses) | 0.19 | 0.00 | 0.03 |
| PBT | 0.67 | 0.97 | 0.68 |
| Provision for Taxes | 0.19 | 0.30 | 0.29 |
| PAT | 0.47 | 0.67 | 0.38 |

**Aditya Precitech Private Limited
Annexure-II**

| Balance Sheet | | | |
|-----------------------------------|--------------------|--------------------|--------------------|
| Crores | 31-Mar-2014 | 31-Mar-2015 | 31-Mar-2016 |
| Liabilities | Audited | Audited | Audited |
| EQUITY AND RESERVES | 3.44 | 4.10 | 4.79 |
| Share capital | 1.00 | 1.00 | 1.30 |
| Reserves and Surplus | 2.44 | 3.10 | 3.49 |
| Non-current liabilities | 2.01 | 4.77 | 3.33 |
| Long-Term Borrowings | 1.92 | 4.64 | 3.17 |
| Deferred tax Liabilities (Net) | 0.10 | 0.13 | 0.16 |
| Current liabilities | 5.57 | 6.30 | 8.33 |
| Short-Term Borrowings | 1.77 | 1.89 | 2.47 |
| Current Portion Of Long Term Debt | 1.30 | 2.47 | 2.34 |
| Trade Payables | 1.56 | 0.86 | 2.21 |
| Other Current Liabilities | 0.29 | 0.54 | 0.69 |
| Short-Term Provisions | 0.64 | 0.54 | 0.62 |
| Total Liabilities | 11.02 | 15.18 | 16.45 |
| ASSETS | | | |
| Non-current assets | 6.85 | 8.89 | 9.16 |
| Net Fixed assets | 5.17 | 7.43 | 8.39 |
| Long Term Loans and Advances | 1.22 | 1.41 | 0.77 |
| Other Non Current Assets | 0.46 | 0.05 | 0.00 |
| Current assets | 4.17 | 6.28 | 7.29 |
| Inventories | 0.83 | 1.53 | 1.63 |
| Trade Receivables > Six Months | 2.79 | 3.88 | 4.85 |
| Cash and Cash Equivalents | 0.01 | 0.17 | 0.28 |
| Other Current Assets | 0.53 | 0.70 | 0.53 |
| Total Assets | 11.02 | 15.18 | 16.45 |