

Press Release

Fazil Timbers

December 13, 2018

Rating Update



Total Bank Facilities Rated*	Rs. 7.30 Cr. #
Long Term Rating	ACUITE B Issuer not co-operating*
Short Term Rating	ACUITE A4 Issuer not co-operating*

Refer Annexure for details

* The issuer did not co-operate; Based on best available information.

Acuite has reviewed long-term rating of '**ACUITE B**' (read as **ACUITE B**) and short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 7.30 crore bank facilities of Fazil Timbers (FT). This rating is now an indicative rating and is based on best available information.

FT, established in 2005, is a Tamil Nadu-based partnership firm promoted by Mr. S. Mohamed Umare Farook and Ms. L. Fathima Banu. The firm imports timber logs (Teak, Padauk wood and Sal wood) from Australia, Singapore and other African countries and supplies the same to clients in Tamil Nadu, Andhra Pradesh and Karnataka.

Non-cooperation by the issuer/borrower

Acuite has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer / borrower failed to submit such information before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-6.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-40.htm>

Limitation regarding information availability

The rating is based on information available from sources other than the issuer / borrower (in the absence of information provided by the issuer / borrower). Acuite endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity - Key Financials

	Unit	FY17 (Provisional)	FY16 (Actual)	FY15 (Actual)
Operating Income	Rs. Cr.	8.98	6.88	12.60
EBITDA	Rs. Cr.	0.39	0.32	0.23
PAT	Rs. Cr.	0.04	0.03	0.02
EBITDA Margin	(%)	4.38	4.70	1.84
PAT Margin	(%)	0.44	0.40	0.19
ROCE (%)	(%)	16.35	17.13	18.23
Total Debt/Tangible Net Worth	Times	0.78	1.20	1.29
PBDIT/Interest	Times	1.18	1.16	1.21

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

Brickwork, vide its release dated September 07, 2017 has not reviewed the ratings of Fazil Timbers on account of lack of adequate information required for monitoring of ratings.

Any other information

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
04-Oct-2017	Cash Credit	Long Term	0.70	ACUITE B / Stable (Assigned)
	Ad-hoc limits (Fund Based)	Long Term	0.20	ACUITE B / Stable (Assigned)
	Bills Discounting	Short Term	0.50	ACUITE A4 (Assigned)
	Letter of Credit	Short Term	5.90	ACUITE A4 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	0.70	ACUITE B Issuer not co-operating*
Ad-hoc limits (Fund Based)	Not Applicable	Not Applicable	Not Applicable	0.20	ACUITE B Issuer not co-operating*
Bills Discounting	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE A4 Issuer not co-operating*
Letter of credit	Not Applicable	Not Applicable	Not Applicable	5.90	ACUITE A4 Issuer not co-operating*

*The issuer did not co-operate; Based on best available information.

Contacts

Analytical	Rating Desk
Srihari Adari Head - Corporate and Infrastructure Sector Ratings Tel: 040-40042327 srihari.adari@acuite.in Bhavani Sankar Oruganti Senior Analyst - Rating Operations Tel: 040-40055452 bhavanisankar.oruganti@acuite.in	Varsha Bist Manager - Rating Desk Tel: 022-67141160 rating.desk@acuite.in

About Acuite Ratings & Research:

Acuite Ratings & Research Limited (erstwhile SMERA Ratings Limited) is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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