

Press Release

Ambika Overseas

December 01, 2021



Rating Reaffirmed and Issuer not co-operating

Product	Initial Quantum (Rs. Cr.)	Net Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	11.00	11.00		ACUITE A4 Reaffirmed Issuer not co-operating*
Bank Loan Ratings	7.00	7.00	ACUITE B+ Reaffirmed Issuer not co-operating*	
Total	-	18.00	-	-

Refer Annexure for details

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

Rating Rationale

Acuité has Reaffirmed the long-term rating of '**ACUITE B+** (read as ACUITE B plus) and short-term rating of '**ACUITE A4**' (read as ACUITE A four) on the Rs.18.00 crore bank facilities of Ambika Overseas (AO). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

About the Firm

Punjab-based, AO was established in 1999. The firm is engaged in the manufacturing of hand tools, such as spanners, pliers, punches and hammers. The firm purchases raw material-iron and steel from the local market and sells its products in the domestic as well as the international market- Poland, Europe, Greece, to name a few. Mr. Mankaran Bhandari, Mr. Randhir Bhandari and Mr. Sameer Bhandari are the partners of the firm.

Non-cooperation by the issuer/borrower:

Acuité 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 the due date.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.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). Acuité endeavored to gather information about the entity/industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Liquidity Indicators

"No information provided by the issuer / available for Acuite to comment upon."

Rating Sensitivity

"No information provided by the issuer / available for Acuite to comment upon."

About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

Status of non-cooperation with previous CRA

Not Applicable

Any other information

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

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
01 Sep 2020	Letter of Credit	Short Term	1.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	7.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Packing Credit	Short Term	9.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Bills Discounting	Short Term	1.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
10 Jun 2019	Bills Discounting	Short Term	1.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	1.00	ACUITE A4+ (Issuer not co-operating*)
	Packing Credit	Short Term	9.00	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	7.00	ACUITE BB- (Issuer not co-operating*)
28 Mar 2018	Cash Credit	Long Term	7.00	ACUITE BB- Stable (Reaffirmed)
	Packing Credit	Short Term	9.00	ACUITE A4+ (Reaffirmed)
	Bills Discounting	Short Term	1.00	ACUITE A4+ (Reaffirmed)
	Letter of Credit	Short Term	1.00	ACUITE A4+ (Reaffirmed)
20 Feb	Cash Credit	Long Term	7.00	ACUITE BB- (Issuer not co-operating*)
	Packing Credit	Short Term	9.00	ACUITE A4+ (Issuer not co-operating*)

2018	Bills Discounting	Short Term	1.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	1.00	ACUITE A4+ (Issuer not co-operating*)
14 Dec 2016	Cash Credit	Long Term	7.00	ACUITE BB- Stable (Assigned)
	Packing Credit	Short Term	9.00	ACUITE A4+ (Assigned)
	Bills Discounting	Short Term	1.00	ACUITE A4+ (Assigned)
	Letter of Credit	Short Term	1.00	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Initial Quantum (Rs. Cr.)	Net Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not Applicable	Bills Discounting	Not Applicable	Not Applicable	Not Applicable	1.00	1.00	ACUITE A4 Reaffirmed Issuer not co-operating*
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.00	7.00	ACUITE B+ Reaffirmed Issuer not co-operating*
Punjab National Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.00	1.00	ACUITE A4 Reaffirmed Issuer not co-operating*
Punjab National Bank	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	9.00	9.00	ACUITE A4 Reaffirmed Issuer not co-operating*

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About Acuité Ratings & Research

Acuité Ratings & Research 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 8,850 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 Kanjurmarg, Mumbai.

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