

Press Release

Azad Industries

March 01, 2022



Rating Withdrawn and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	2.00	-	ACUITE A4 Withdrawn Issuer not co-operating*
Bank Loan Ratings	8.00	ACUITE B Withdrawn Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	10.00	-	-

Rating Rationale

Acuite has withdrawn the long-term rating of '**ACUITE B**' (read as **ACUITE B**) and short-term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs.10.00 Cr. bank facilities of Azad Industries. The rating continues to be flagged as an 'Issuer Not-Cooperating' based on the best available information.

The rating is being withdrawn on account of the request received from the company and the NOC received from the banker as per Acuite's policy on withdrawal of ratings.

About the Company

Maharashtra based Azad Industries is a proprietary concern established in 1996 and promoted by Mr. Rajendra Chauhan. The entity is engaged in manufacture of industrial fabric such as wrapper & decatizing cloths, technical textile, woven filters bags, monofilament filter clothes, modern filtration equipment, filter press clothes, etc.

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 the due date. This rating is, therefore, being flagged as "Issuer notcooperating", in line with prevailing SEBI regulations and Acuite's policies.

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 endeavored 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

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

Rating Sensitivity

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

Material Covenants

Not Applicable

Liquidity Position

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

Outlook

Not Applicable

Other Factors affecting Rating

Not Applicable

Status of non-cooperation with previous CRA

Not Applicable

Any other information

Not Applicable

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
02 Jun 2021	Term Loan	Long Term	2.41	ACUITE B (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	2.49	ACUITE B (Issuer not co-operating*)
	Letter of Credit	Short Term	2.00	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Long Term	3.10	ACUITE B (Issuer not co-operating*)

04 Mar 2020	Proposed Bank Facility	Long Term	2.49	ACUITE B (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	3.10	ACUITE B (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	2.41	ACUITE B (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	2.00	ACUITE A4 (Issuer not co-operating*)
24 Dec 2018	Cash Credit	Long Term	3.10	ACUITE B+ Stable (Reaffirmed)
	Term Loan	Long Term	2.41	ACUITE B+ Stable (Reaffirmed)
	Proposed Cash Credit	Long Term	2.49	ACUITE B+ Stable (Reaffirmed)
	Letter of Credit	Short Term	2.00	ACUITE A4 (Assigned)
09 Oct 2018	Cash Credit	Long Term	1.60	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	0.91	ACUITE B+ (Issuer not co-operating*)
	Proposed Cash Credit	Long Term	3.10	ACUITE B+ (Issuer not co-operating*)
	Proposed Term Loan	Long Term	2.45	ACUITE B+ (Issuer not co-operating*)
	Proposed Term Loan	Long Term	0.62	ACUITE B+ (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	1.32	ACUITE B+ (Issuer not co-operating*)
19 Sep 2017	Cash Credit	Long Term	1.60	ACUITE B+ Stable (Assigned)
	Term Loan	Long Term	0.91	ACUITE B+ Stable (Assigned)
	Proposed Cash Credit	Long Term	3.10	ACUITE B+ Stable (Assigned)
	Proposed Term Loan	Long Term	2.45	ACUITE B+ Stable (Assigned)
	Proposed Term Loan	Long Term	0.62	ACUITE B+ Stable (Assigned)
	Proposed Bank Facility	Long Term	1.32	ACUITE B+ Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Bank of Baroda	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.10	ACUITE B Withdrawn Issuer not co-operating*
Bank of Baroda	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4 Withdrawn Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	2.49	ACUITE B Withdrawn Issuer not co-operating*
Bank of Baroda	Not Applicable	Term Loan	Not available	Not available	Not available	2.41	ACUITE B Withdrawn Issuer not co-operating*

Contacts

Analytical	Rating Desk
Aditya Gupta Vice President-Rating Operations Tel: 022-49294041 aditya.gupta@acuite.in Bhavani Sankar Oruganti Senior Analyst-Rating Operations Tel: 022-49294065 bhavanisankar.oruganti@acuite.in	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 rating.desk@acuite.in

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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