

Press Release

Ashapura Timber and Saw Mill

May 31, 2021



Rating Withdrawn

Total Bank Facilities Rated*	Rs.13.00 Cr.
Long Term Rating	ACUITE B- (Withdrawn) *Issuer not cooperating
Short Term Rating	ACUITE A4 (Withdrawn) *Issuer not cooperating

* Refer Annexure for details

Rating Rationale

Acuité has withdrawn the long term rating of '**ACUITE B-**' (**read as ACUITE B minus**) and the short term rating of '**ACUITE A4**' (**read as ACUITE A four**) on the Rs.13.00 crore bank facilities of Ashapura Timber and Saw Mill (ATSM). The rating withdrawal is in accordance with Acuité's policy on withdrawal of rating.

About the company

Tamil Nadu based Ashapura Timber and Saw Mills (ATSM) was established in 1995 as a partnership firm by Mr. Gangudas D Patel and Mrs. Savitha G Patel. The firm is now managed by current partners, Mr. Jagdish Patel, Mr. Dhirendran Patel, and Mr. Narendra Patel. ATSM is engaged in trading of imported timber wood. It is a part of Ashapura Group (AG), which also includes Ashapura Enterprises (AE) engaged in the same business of trading in timber, established in 2006.

The rating is being withdrawn on account of request received from the company and NDC received from the banker as per Acuité's policy.

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

Analytical Approach

Acuité has considered the standalone business and financial risk profiles of ATSM to arrive at the rating.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-61.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 (if applicable)

None

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount	Ratings/Outlook
			(Rs. Crore)	
18 November 2020	Cash credit	Long term	2.00	ACUITE B- Issuer not co-operating*
	Term Loan	Long term	1.50	ACUITE B- Issuer not co-operating*
	Letter of Credit	Short Term	9.50	ACUITE A4 Issuer not co-operating*
05 September 2019	Cash credit	Long term	2.00	ACUITE B- Issuer not co-operating*
	Term Loan	Long term	1.50	ACUITE B- Issuer not co-operating*
	Letter of Credit	Short Term	9.50	ACUITE A4 Issuer not co-operating*
26 June 2018	Cash credit	Long term	2.00	ACUITE B/Stable (Assigned)
	Term Loan	Long term	1.50	ACUITE B-/Stable (Assigned)
	Letter of Credit	Short Term	9.50	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/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE B- (Withdrawn) *Issuer not cooperating
Term Loan	Not Available	Not Available	Not Available	1.50	ACUITE B- (Withdrawn) *Issuer not cooperating
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	9.50	ACUITE A4 (Withdrawn) *Issuer not cooperating

Contacts

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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 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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