

March 21, 2022

Amber Exports (India): Ratings Withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term - Fund Based	15.00	15.00	[ICRA]BBB+ (Stable); withdrawn
Short Term - Fund Based^	(15.00)	(15.00)	[ICRA]A2+; withdrawn
Total	15.00	15.00	

*Instrument details are provided in Annexure-1

^Interchangeable

Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of Amber Exports (India) at the request of the firm and based on the No Objection Certificate received from the bankers. However, ICRA does not have information to suggest that the credit risk has changed since the time the rating was last reviewed. The Key Rating Drivers, Liquidity Position, Rating Sensitivities have not been captured as the rated instruments are being withdrawn. The previous detailed rating rationale is available at the following link: [Click here](#).

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology Rating Methodology for Entities in the Textiles Industry – Fabric Making Rating Approach - Consolidated Policy on Withdrawal of Credit Ratings
Parent/Group Support	Not applicable
Consolidation/Standalone	For arriving at the ratings, ICRA has consolidated the financials of Atlas Exports (India) (as mentioned in Annexure – 2), given the close business, financial and managerial linkages among them.

About the company – Amber Exports (India)

Amber Exports (India) was established in 1997 as a partnership firm by Mr. Mahendra Avlani and Mr. Bharat Shah. The firm manufactures and exports suiting and shirting, confectionaries, toiletries, etc. on job work basis. Over a span of 20 years, the firm has expanded its network to over 20 countries across East and West Africa, West Asia and Central and Latin America.

About the company – Atlas Group

The Atlas Group has two major operating firms – Atlas Exports (India) and Amber Exports (India). It exports printed fabrics and other textile products (~85% of revenues in FY2020), confectionaries and toiletries, etc. In the textile segment, it specialises in women's ethnic wear such as kaftans, khangas, dashikis and kitenges as well as unstitched suiting and shirting fabric for men. The Group processes fabrics through a network of job workers in the textile hub of Jetpur (Rajkot, Gujarat) and exports cotton and polyester fabrics under the Atlas brand while unstitched suiting and shirting are exported under the Amber brand. The Group is headquartered in Andheri, Mumbai.

Key financial indicators (audited)

Consolidated	FY2019	FY2020
Operating Income (Rs. crore)	449.7	502.3
PAT (Rs. crore)	45.2	65.0
OPBDIT/OI (%)	8.7%	8.8%
RoCE (%)	10.1%	12.9%
Total Outside Liabilities/Tangible Net Worth (times)	0.4	0.4
Total Debt/OPBDIT (times)	0.4	0.4
Interest Coverage (times)	19.0	16.6

Source: Company

Status of non-cooperation with previous CRA: Not Applicable

Any other information: None

Rating history for past three years

Instrument	Current Rating (FY2022)				Chronology of Rating History for the past 3 years			
	Type	Amount Rated (Rs. crore)	Amount Outstanding as of Mar 31, 2021 (Rs. crore)	Date & Rating in		Date & Rating in FY2021	Date & Rating in FY2020	Date & Rating in FY2019
				Mar 21, 2022	Jul 15, 2021			
1 Foreign Bill Purchase	Long-Term	15.00	NA	[ICRA]BBB+ (Stable); withdrawn	[ICRA]BBB+ (Stable)	-	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)
2 Packing Credit	Short-Term	(15.00)^	NA	[ICRA]A2+; withdrawn	[ICRA]A2+	-	[ICRA]A2+	[ICRA]A2+

^Interchangeable

Complexity level of the rated instrument

Instrument	Complexity Indicator
Long Term- Fund Based – Foreign Bill Purchase	Simple
Short Term- Fund Based – Packing Credit	Simple

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional, or legal aspects. Details on the complexity levels of the instruments, is available on ICRA's website: www.icra.in

Annexure-1: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. Crore)	Current Rating and Outlook
NA	Foreign Bill Purchase	-	-	-	15.00	[ICRA]BBB+ (Stable); withdrawn
NA	Packing Credit	-	-	-	(15.00)	[ICRA]A2+; withdrawn

Source: Company

Annexure-2: List of entities considered for consolidated analysis

Company Name	Consolidation Approach
Atlas Export (India)	Full Consolidation

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