

April 20, 2023

## Aparna Enterprises Ltd.: Change in limits

### Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term Fund-based – Term loan	179.00	179.00	[ICRA]A- (Negative); Outstanding
Long-term – Fund-based – Cash credit	160.00	160.00	[ICRA]A- (Negative); Outstanding
Short-term – Non-fund based	25.00	31.00	[ICRA]A2+; Outstanding
Long-term – Unallocated	18.77	18.77	[ICRA]A- (Negative); Outstanding
Long-term/ Short-term – Unallocated	115.00	109.00	[ICRA]A- (Negative)/[ICRA]A2+; Outstanding
<b>Total</b>	<b>497.77</b>	<b>497.77</b>	

\*Instrument details are provided in Annexure-I

### Rationale

This rationale is being released to convey the change in the rated limits as depicted in the table above, based on the latest information received from the entity.

Please refer to the following link for the previous detailed rationale that captures the key rating drivers and their description, the liquidity position and rating sensitivities, and key financial indicators: [Click here.](#)

### Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	<a href="#">Corporate Credit Rating Methodology</a>
Parent/Group support	Not Applicable
Consolidation/Standalone	The ratings are based on the consolidated financial statements of the rated entity. Please refer to Annexure II for details of the consolidated entities.

### About the company

Aparna Enterprises Ltd. (AEL), incorporated in 1994 by Mr. S. Subrahmanyam Reddy and Mr. K. Sita Rama Raju, commenced operations as a tiles distributor. In 2006, AEL ventured into manufacturing of building materials and commenced production of RMC with a capacity of 52 cubic metre/hour. Over the years, it has expanded to its current capacity of 468 cubic metre/hour. At present, the company operates 21 Ready Mix Concrete (RMC) plants in Hyderabad (14), Bengaluru (5) and Visakhapatnam (2). In 2008, it commenced production of Unplasticised Polyvinyl Chloride (UPVC) windows and doors. AEL is involved in trading of luxury sanitary ware. In FY2017-18, the company set up a tiles manufacturing unit with an installed capacity of 54.75 lakh sqm/annum, which commenced operations in July 2017. In FY2022, AEL expanded its tiles division by setting up Glazed Verified Tiles (GVT) division with a total capacity of 38.5 lakh sqm per annum, which is operational from December 2021.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument	Type	Current rating (FY2024)		Chronology of rating history for the past 3 years						
		Amount rated (Rs. crore)	Amount outstanding as on Dec 31, 2022 (Rs. crore)	Date & rating in FY2024	Date & rating in FY2023			Date & rating in FY2022	Date & rating in FY2021	
				Apr 20, 2023	Jan 25, 2023	May 27, 2022	-	Mar 31, 2021	Mar 10, 2021	
1	Term loans	179.00	179.00	[ICRA]A-(Negative)	[ICRA]A-(Negative)	[ICRA]A-(Stable)	-	[ICRA]A-(Stable)	[ICRA]A-(Stable)	
2	Cash credit	160.00	-	[ICRA]A-(Negative)	[ICRA]A-(Negative)	[ICRA]A-(Stable)	-	[ICRA]A-(Stable)	[ICRA]A-(Stable)	
3	Non-fund Based limits	31.00	-	[ICRA]A2+	[ICRA]A2+	[ICRA]A2+	-	[ICRA]A2+	[ICRA]A2+	
4	Unallocated limits	18.77	-	[ICRA]A-(Negative)	[ICRA]A-(Negative)	[ICRA]A-(Stable)	-	[ICRA]A-(Stable)	[ICRA]A-(Stable)	
5	Unallocated limits	109.00	-	[ICRA]A-(Negative)/ [ICRA]A2+	[ICRA]A-(Negative)/ [ICRA]A2+	[ICRA]A-(Stable)/ [ICRA]A2+	-	-	-	

### Complexity level of the rated instruments

Instrument	Complexity Indicator
Long-term – Fund-based – Term loan	Simple
Long-term – Fund-based – Cash credit	Simple
Short-term – Non-fund Based	Very Simple
Unallocated	NA

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 are available on ICRA's website: [Click Here](#)

**Annexure I: Instrument details**

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Term loans	FY2021	NA	FY2026	179.00	[ICRA]A-(Negative)
NA	Cash credit	NA	NA	NA	160.00	[ICRA]A-(Negative)
NA	Non-fund based limits	NA	NA	NA	31.00	[ICRA]A2+
NA	Unallocated limits	NA	NA	NA	18.77	[ICRA]A-(Negative)
NA	Unallocated limits	NA	NA	NA	109.00	[ICRA]A-(Negative)/ [ICRA]A2+

Source: Company

[Please click here to view details of lender-wise facilities rated by ICRA](#)

**Annexure II: List of entities considered for consolidated analysis**

Company Name	Ownership	Consolidation Approach
Aparna Profiles Private Limited	100.00%	Full Consolidation
Rollform Technologies Private Limited	100.00%	Full Consolidation
Aparna Industries Limited	100.00%	Full Consolidation
Aparna Mines & Minerals(P) Ltd	100.00%	Full Consolidation
Aparna Realty Pvt Ltd	100.00%	Full Consolidation
Aparna Ceramic Tiles Pvt Ltd	100.00%	Full Consolidation
Aparna Property Holdings (P) Ltd	100.00%	Full Consolidation
Aparna Craft-Exteriors Private Limited	74.00%	Full Consolidation
Aparna Transport LLP	51.00%	Full Consolidation

Source: Company data

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