

September 03, 2024

## Amitara Overseas Private Limited: Continues to remain under issuer Non-Cooperating category, Rating downgraded based on best available information

### Summary of rating action

Instrument <sup>^</sup>	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term / Short Term-Unallocated	0.55	0.55	[ICRA]BB(Stable); ISSUER NOT COOPERATING/[ICRA]A4; ISSUER NOT COOPERATING*; Rating downgraded from [ICRA]BBB-(Stable); ISSUER NOT COOPERATING/[ICRA]A3; ISSUER NOT COOPERATING and continues to remain under the 'Issuer Not Cooperating' category.
Long Term-Fund Based-Overdraft	10.00	10.00	[ICRA]BB(Stable); ISSUER NOT COOPERATING*; Rating downgraded from [ICRA]BBB+(CE)(Stable); ISSUER NOT COOPERATING and continues to remain under the 'Issuer Not Cooperating' category.
Long Term-Fund Based-Term Loan	9.11	9.11	[ICRA]BB(Stable); ISSUER NOT COOPERATING*; Rating downgraded from [ICRA]BBB+(CE)(Stable); ISSUER NOT COOPERATING and continues to remain under the 'Issuer Not Cooperating' category.
Long Term-Fund Based-Term Loan	9.96	9.96	[ICRA]BB(Stable); ISSUER NOT COOPERATING*; Rating downgraded from [ICRA]BBB+(CE)(Stable); ISSUER NOT COOPERATING and continues to remain under the 'Issuer Not Cooperating' category.
<b>Total</b>	<b>29.62</b>	<b>29.62</b>	

<sup>^</sup>Instrument details are provided in Annexure-1 ; \*Issuer did not cooperate; based on best available information..

### Rationale

The rating downgrade is attributable to the lack of adequate information regarding Amitara Overseas Private Limited performance and hence the uncertainty around its credit risk. ICRA assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its "Policy in respect of non-cooperation by a rated entity" available at [www.icra.in](http://www.icra.in). The lenders, investors and other market participants are thus advised to exercise appropriate caution while using this rating, as the rating may not adequately reflect the credit risk profile of the entity, despite the downgrade."

As part of its process and in accordance with its rating agreement with Amitara Overseas Private Limited, ICRA has been trying to seek information from the entity so as to monitor its performance. Further, ICRA has been sending repeated reminders to the entity for payment of surveillance fee that became due. Despite multiple requests by ICRA, the entity's management has remained non-cooperative. In the absence of requisite information and in line with the aforesaid policy of ICRA, the rating has been continued to the "Issuer Not Cooperating" category. The rating is based on the best available information.

Please refer to the following link for the previous detailed rationale that captures the Key rating drivers and their description, Liquidity position, Rating sensitivities: [Click here](#) ICRA is unable to provide the latest information because of non-cooperation by the entity.

### Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	<a href="#">Policy in respect of non-cooperation by the rated entity</a> <a href="#">Corporate Credit Rating Methodology</a> <a href="#">Rating Methodology -Textiles (Fabric)</a>
Parent/Group Support	NA

Consolidation/Standalone	Standalone
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## About the company

Amitara Overseas Private Limited was incorporated in August 1996 and is a part of the Ahmedabad-based Jindal Group and is involved in weaving and processing of fabric. The fabric manufactured by it is captively consumed within the Group.

## Key financial indicators:

Standalone	FY 2022	FY 2023
Operating Income (Rs. crore)	409.4	507.6
PAT (Rs. crore)	2.0	1.1
OPBDITA/OI (%)	3.6	1.6
PAT/OI (%)	0.5	0.2
Total Outside Liabilities/Tangible Net Worth (times)	3.6	5.7
Total Debt/OPBDITA (times)	12.4	33.4
Interest Coverage (times)	3.6	5.2

PAT: Profit after Tax; OPBDITA: Operating Profit before Depreciation, Interest, Taxes and Amortization  
Source: Previous Report

## Status of non-cooperation with previous CRA:

CRA	Status	Date of Release
BRICKWORK	BWR BB+(Stable)/BWR A4+; ISSUER NOT COOPERATING	February 23, 2024

Any other information: None

## Rating history for past three years

	Instrument	Type	Current Rating (FY2025)		Chronology of Rating History for the past 3 years		
			Amount Rated (Rs. crore)	Date & Rating in	Date & Rating in FY2024	Date & Rating in FY2023	Date & Rating in FY 2022
					Sep 03, 2024	Mar 26, 2024	Jan 19, 2023
1	Unallocated	Long Term/ Short Term	0.55	[ICRA]BB(Stable); ISSUER NOT COOPERATING/[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]BBB-(Stable) ISSUER NOT COOPERATING/[ICR A]A3; ISSUER NOT COOPERATING	[ICRA]BBB-(Stable)/[ICRA]A3	-
2	Fund Based-Overdraft	Long Term	10.00	[ICRA]BB(Stable); ISSUER NOT COOPERATING	[ICRA]BBB+(CE)(Stable); ISSUER NOT COOPERATING	[ICRA]BBB+(CE)(Stable)	-
3	Fund Based-Term Loan	Long Term	9.11	[ICRA]BB(Stable); ISSUER NOT COOPERATING	[ICRA]BBB+(CE)(Stable); ISSUER NOT COOPERATING	[ICRA]BBB+(CE)(Stable)	-
4	Fund Based-Term Loan	Long Term	9.96	[ICRA]BB(Stable); ISSUER NOT COOPERATING	[ICRA]BBB+(CE)(Stable); ISSUER NOT COOPERATING	[ICRA]BBB+(CE)(Stable)	-

## Complexity level of the rated instrument

Instrument	Complexity Indicator
Unallocated	Not Applicable
Fund Based-Overdraft	Simple
Fund Based-Term Loan	Simple
Fund Based-Term Loan	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: [Click Here](#)

### 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	Unallocated	-	-	-	0.55	[ICRA]BB(Stable); ISSUER NOT COOPERATING/ [ICRA]A4; ISSUER NOT COOPERATING
NA	Fund Based-Overdraft	-	-	-	10.00	[ICRA]BB(Stable); ISSUER NOT COOPERATING
NA	Fund Based-Term Loan	2005	-	2025	9.11	[ICRA]BB(Stable); ISSUER NOT COOPERATING
NA	Fund Based-Term Loan	2019	-	2029	9.96	[ICRA]BB(Stable); ISSUER NOT COOPERATING

Source: Amitara Overseas Private Limited

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

### Annexure-2: List of entities considered for consolidated analysis: Not Applicable

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#### About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

For more information, visit [www.icra.in](http://www.icra.in)

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### Branches



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