

Aksh Optifibre Limited

May 01, 2019

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund based - Term Loan	27.0	27.0	[ICRA]BBB-(Positive) ISSUER NOT COOPERATING; Withdrawn
Fund based - Working Capital Facilities	60.0	60.0	[ICRA]BBB-(Positive) ISSUER NOT COOPERATING; Withdrawn
Non-fund Based - Working Capital Facilities	105.0	105.0	[ICRA]A3 ISSUER NOT COOPERATING; Withdrawn
Total	192.00	192.00	

*Instrument details are provided in Annexure-1

Rationale

The ratings have been withdrawn in accordance with ICRA's policy on withdrawal and suspension, and as desired by the company on receipt of no objection certificate provided by the bankers.

Outlook: Not applicable

Key rating drivers

Key rating drivers have not been captured as the rated instruments are being withdrawn.

Liquidity position

Liquidity position has not been captured as the rated instruments are being withdrawn.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology ICRA's Policy on Withdrawal and Suspension of Credit Rating
Parent/Group Support	Not applicable
Consolidation / Standalone	Not applicable

About the company

AOL was incorporated in March 1986 as a manufacturer of poly vinyl chloride (PVC) and polyethylene (PE) insulated specialty cables. In 1994, the company ventured into of OFCs, OF, and FRP by setting up a plant in Bhiwadi, Rajasthan. At present, the company, along with its subsidiaries has manufacturing capacities of 3.0 million kms for OF, 10.7 million kms for OFC and 4.2 million kms for FRP along with 25 million pairs for ophthalmic lens.

Key financial indicators (audited)

	FY2017	FY2018
Operating Income (Rs. crore)	488.9	618.5
PAT (Rs. crore)	9.7	20.8
OPBDITA/OI (%)	10.2%	12.0%
RoCE (%)	7.9%	10.5%
Total Debt/TNW (times)	0.32	0.56
Total Debt/OPBDITA (times)	3.00	3.64
Interest coverage (times)	3.43	3.81

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years

Current Rating (FY2020)					Chronology of Rating History for the past 3 years				
Instrument	Type	Amount Rated (Rs. crore)	Amount Outstanding as on Aug 31, 2018 (Rs. crore)	Date & Rating		Date & Rating in FY2019 February 2019	Date & Rating in FY2018 August 2017	Date & Rating in FY2017 September 2016	
				May 2019	April 2019				
1	Term Loans	27.0	18.9	[ICRA]BBB- (Positive) ISSUER NOT COOPERATING; Withdrawn	[ICRA]BBB- (Positive) ISSUER NOT COOPERATING	[ICRA]BBB- (Positive)	[ICRA]BBB- (Stable)	[ICRA]BBB (Stable)	
2	Fund-based Working Capital Limits	60.0	NA	[ICRA]BBB- (Positive) ISSUER NOT COOPERATING; Withdrawn	[ICRA]BBB- (Positive) ISSUER NOT COOPERATING	[ICRA]BBB- (Positive)	[ICRA]BBB- (Stable)	[ICRA]BBB (Stable)	
3	Non-fund Based Limits	105.0	NA	[ICRA]A3 ISSUER NOT COOPERATING; Withdrawn	[ICRA]A3 ISSUER NOT COOPERATING	[ICRA]A3	[ICRA]A3	[ICRA]A3+	
Total		192.0							

Complexity level of the rated instrument

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the 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
	Term Loans	FY2017	NA	FY2023	27.0	[ICRA]BBB- (Positive) ISSUER NOT COOPERATING; Withdrawn
	Cash Credit	NA	NA	NA	60.0	[ICRA]BBB- (Positive) ISSUER NOT COOPERATING; Withdrawn
	Non-fund Based Limits	NA	NA	NA	105.0	[ICRA]A3 ISSUER NOT COOPERATING; Withdrawn

Source: Aksh Optifibre Limited

Annexure-2: List of entities considered for consolidated analysis

Company Name	Ownership	Consolidation Approach
Aksh Composites Private Limited	100.0%	Full consolidation
AOL-FZE	100.0%	Full consolidation
AOL Technologies FZE	100.0%	Full consolidation
Aksh Technologies (Mauritius) Limited	100.0%	Full consolidation
AOL Composites (Jiangsu) Co. Ltd., China*	100.0%	Full consolidation

* - Step down subsidiary

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