

June 30, 2020

## Accord Distillers & Brewers Private Limited (formerly A.M. Breweries Private Limited): Ratings withdrawn

### Summary of rating action:

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term Fund Based	30.00	30.00	[ICRA]BB- (Stable); ISSUER NOT COOPERATING; Withdrawn
Long Term Fund Based- Term Loan	105.00	105.00	[ICRA]BB- (Stable); ISSUER NOT COOPERATING; Withdrawn
Short-term non-fund-based facilities	5.00	5.00	[ICRA]A4; ISSUER NOT COOPERATING; Withdrawn
<b>Total</b>	<b>140.00</b>	<b>140.00</b>	

\*Instrument details are provided in Annexure 1

### Rationale

The ratings assigned to Accord Distillers & Brewers Private Limited (formerly A.M. Breweries Private Limited) have been withdrawn at the request of the company, upon receipt of no objection certificate (NOC) from the banker, in accordance with ICRA's policy on withdrawal and suspension of credit rating. Also, ICRA does not have requisite information to suggest that the credit risk has changed since the time the rating was last reviewed.

### Link to the last Press Release published on ICRA website

<https://www.icra.in/Rationale/ShowRationaleReport?Id=78960>

### Key rating drivers and their description

The key rating drivers have not been captured as the rated instrument has been withdrawn.

### Liquidity position: Not applicable

### Rating sensitivities: Not applicable

## Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	<a href="#">Corporate Credit Rating Methodology</a> <a href="#">ICRA Policy on Withdrawal and Suspension of Credit Rating</a>
Parent/Group Support	Not applicable
Consolidation/Standalone	Standalone

## About the company

Accord Distillers & Brewers Private Limited (formerly A.M. Breweries Private Limited) entered into manufacturing of beer in FY2009, with a manufacturing unit set up for production in FY2011. However, with delays in issuance of license, the commercial production commenced from Dec 2013. The Company is part of Accord Group, which is promoted by Mr. Jagathratchagan and his family members. ADB was amalgamated with Elite Distilleries Private Limited with effect from January 2013 as per initial court jurisdiction dated October 2015. As consideration for the amalgamation, ADB had issued 16,49,80,000 shares of Rs. 6.48 crore to the shareholders of the transferor company (ED). As on March 2019, the unit was capable of producing 1 HL which translates to one million cases per month.

## Key financial indicators (Accord Distillers & Brewers Private Limited)

Standalone	FY2017	FY2018
Operating Income (Rs. crore)	614.1	622.2
PAT (Rs. crore)	55.1	26.3
OPBDIT/OI (%)	23.4%	17.1%
RoCE (%)	11.7%	8.1%
Total Outside Liabilities/Tangible Net Worth (times)	0.6	0.6
Total Debt/OPBDIT (times)	0.9	1.0
Interest Coverage (times)	4.9	3.7
DSCR	5.0	3.8

**Status of non-cooperation with previous CRA: Not applicable**

**Any other information: None**

### Rating history for past three years

	Instrument	Current Rating (FY2021)				Rating History for the Past 3 Years		
		Type	Amount Rated	Amount Outstanding	Ratings	FY2020	FY2019	FY2018
					June 30, 2020			
1	Fund based facilities	Long Term	30.00	NA	[ICRA]BB- (Stable); ISSUER NOT COOPERATING; Withdrawn	-	[ICRA]BB- (Stable); ISSUER NOT COOPERATING	[ICRA]BB- (Stable); ISSUER NOT COOPERATING
2	Term Loan	Long Term	105.00	NA	[ICRA]BB- (Stable); ISSUER NOT COOPERATING; Withdrawn	-	[ICRA]BB- (Stable); ISSUER NOT COOPERATING	[ICRA]BB- (Stable); ISSUER NOT COOPERATING
3	Non-fund-based facilities	Short Term	5.00	NA	[ICRA]A4; ISSUER NOT COOPERATING; Withdrawn	-	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING

### 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](http://www.icra.in)

## Annexure-1: Instrument details

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Long Term Fund based	-	-	-	30.00	[ICRA]BB-(Stable) ISSUER NOT COOPERATING
NA	Long Term Fund- based- Term Loan	-	-	-	105.00	[ICRA]BB-(Stable) ISSUER NOT COOPERATING
NA	Short-term non- fund-based facilities	-	-	-	5.00	[ICRA]A4 ISSUER NOT COOPERATING

Source: Company.

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