

July 26, 2023

## Aloka Exports: Ratings withdrawn

### Summary of rating action

| Instrument*                             | Previous Rated Amount<br>(Rs. crore) | Current Rated Amount<br>(Rs. crore) | Rating Action                        |
|---|--------------------------------------|-------------------------------------|--------------------------------------|
| Short-term Fund-based Limits            | 5.00                                 | 5.00                                | [ICRA]A4; withdrawn                  |
| Short-term Non-fund Based Limits        | 0.60                                 | 0.60                                | [ICRA]A4; withdrawn                  |
| Long-term/Short-term Unallocated Limits | 17.86                                | 17.86                               | [ICRA]B (Stable)/[ICRA]A4; withdrawn |
| <b>Total</b>                            | <b>23.46</b>                         | <b>23.46</b>                        |                                      |

\*Instrument details are provided in Annexure I

### Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of Aloka Exports (Aloka) at the request of the company, and upon receipt of no objection certificate (NOC) from the banker, which is in accordance with ICRA's policy on withdrawal of credit rating. However, ICRA does not have information to suggest that the credit risk has changed since the last time the rating was reviewed.

The key rating drivers, liquidity position, rating sensitivities, key financial indicators have not been captured as the rated instruments are being withdrawn.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 | <a href="#">Corporate Credit Rating Methodology</a><br><a href="#">Rating Methodology for Entities in the Textile Industry - Apparels</a><br><a href="#">ICRA Policy on Withdrawal of Credit Ratings</a> |
| Parent/Group support            | Not Applicable   |
| Consolidation/standalone        | Standalone   |

### About the company

Aloka Exports was incorporated as a proprietary concern in 1980 and was converted into a partnership firm on October 23, 1987. The firm is a manufacturer and exporter of customised fashion accessories, such as scarves, bandanas, wraps and semi-garments such as women's kurtas, shrugs and ruanas. These products are manufactured for prominent mass fashion houses from Europe, the US and Japan, and are sold under individual client brands.

**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 March 31, 2023 (Rs. crore) | Date & rating                                     | Date & rating in FY2023  | Date & rating in FY2022   | Date & rating in FY2021 |
|                                      |                      |                          |   | Jul 26, 2023                                      | Jun 16, 2022             | Apr 08, 2021              | -                       |
| 1 Overdraft                          | Long-term            | 0.00                     | -   | -   | -                        | [ICRA]B+(Stable)          |                         |
| 2 Pre-shipment /Post shipment Credit | Short-term           | 5.00                     | -   | [ICRA]A4; withdrawn                               | [ICRA]A4                 | [ICRA]A4                  | -                       |
| 3 Letter of Credit                   | Short-term           | 0.60                     | -   | [ICRA]A4; withdrawn                               | [ICRA]A4                 | [ICRA]A4                  | -                       |
| 4 Unallocated Limits                 | Long-term/Short-term | 17.86                    | -   | [ICRA]B(Stable)/[ICRA]A4; withdrawn               | [ICRA]B(Stable)/[ICRA]A4 | [ICRA]B+(Stable)/[ICRA]A4 | -                       |

## Complexity level of the rated instruments

| Instrument                               | Complexity Indicator |
|--|----------------------|
| Short-term, Fund-based Limits            | Simple               |
| Short-term, Non-fund Based Limits        | Simple               |
| Long-term/Short-term, Unallocated Limits | Not Applicable       |

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 / Sanction | Coupon Rate | Maturity | Amount Rated (Rs. crore) | Current Rating and Outlook           |
|------|-------------------------------------|-----------------------------|-------------|----------|--------------------------|--------------------------------------|
| NA   | Pre-shipment / Post-shipment Credit | NA                          | NA          | NA       | 5.00                     | [ICRA]A4; withdrawn                  |
| NA   | Letter of Credit                    | NA                          | NA          | NA       | 0.60                     | [ICRA]A4; withdrawn                  |
| NA   | Unallocated Limits                  | NA                          | NA          | NA       | 17.86                    | [ICRA]B (Stable)/[ICRA]A4; withdrawn |

Source: Company

#### Annexure II: List of entities considered for consolidated analysis – Not Applicable

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