

Aswani Industries Private Limited (erstwhile Aswani Construction Private Limited)

April 26, 2019

Summary of Rated Instrument:

Instrument	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund based Limits – Term Loan	2.65	2.65	[ICRA]BB (Stable) ISSUER NOT COOPERATING*; Rating moved to the 'Issuer Not Cooperating' category
Fund based Limits – Cash Credit	13.80	13.80	[ICRA]BB (Stable) ISSUER NOT COOPERATING*; Rating moved to the 'Issuer Not Cooperating' category
Total	16.45	16.45	

*Issuer did not co-operate; based on best available information.

Rationale

ICRA has moved the long-term rating for the bank facilities of Aswani Industries Private Limited (AIPL) to the 'Issuer Not Cooperating' category. The rating is now denoted as "[ICRA]BB (Stable) ISSUER NOT COOPERATING"

ICRA has been trying to seek information from the company so as to monitor its performance, but despite repeated requests by ICRA, the company's management has remained non-cooperative. The current rating action has been taken by ICRA basis best available/dated/ limited information on the issuers' performance. Accordingly, the lenders, investors and other market participants are advised to exercise appropriate caution while using these ratings as the ratings may not adequately reflect the credit risk profile of the company.

Liquidity Position:

Not Applicable

Analytical approach:

Analytical Approach	Comments
Applicable Rating Methodologies	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology
Parent/Group Support	Not Applicable
Consolidation / Standalone	Not Applicable

About the company:

Aswani Industries Private Limited (AIPL or the company) manufactures autoclaved aerated concrete (AAC) blocks, with an installed capacity of 4 lakh cubic meter per annum, since January, 2013. AIPL's registered office and manufacturing facility are located in Surat (Gujarat). In FY016, it also started trading in building materials like mortar chemicals, gypsum plaster, ready-mix plaster etc. Incorporated in 1996, Aswani Construction Private Limited was involved in real estate development, mainly residential projects. The name of the company was changed to Aswani Industries Private Limited in June, 2016. AIPL is a part of the Surat-based Ascon Group, which has its business interests in real estate and textiles.

The previous detailed rating rationale is available on the following link: [Click here](#)

Key financial indicators

	FY2017 Audited	FY2018 Audited
Operating Income (Rs. crore)	67.0	93.8
PAT (Rs. crore)	1.7	1.9
OPBDIT/OI (%)	19.8%	12.6%
RoCE (%)	14.4%	12.0%
Total Debt/TNW (times)	2.0	1.5
Total Debt/OPBDIT (times)	3.0	2.8
Interest Coverage (times)	1.5	1.4

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

ANALYST CONTACTS

K. Ravichandran
+91 44 4596 4301
ravichandran@icraindia.com

Suprio Banerjee
+91 22 6114 3443
supriob@icraindia.com

Srinivas Menon
+91 22 6169 3354
srinivas.menon@icraindia.com

Sonam Kumari Agarwal
+91 22 6169 3357
sonam.agarwal@icraindia.com

RELATIONSHIP CONTACT

Jayanta Chatterjee
+91 80 4332 6401
jayantac@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani
Tel: +91 124 4545 860
communications@icraindia.com

Helpline for business queries:

+91-9354738909 (open Monday to Friday, from 9:30 am to 6 pm)

info@icraindia.com

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

ICRA Limited

Corporate Office

Building No. 8, 2nd Floor, Tower A; DLF Cyber City, Phase II; Gurgaon 122 002

Tel: +91 124 4545300

Email: info@icraindia.com

Website: www.icra.in

Registered Office

1105, Kailash Building, 11th Floor; 26 Kasturba Gandhi Marg; New Delhi 110001

Tel: +91 11 23357940-50

Branches

Mumbai + (91 22) 24331046/53/62/74/86/87
Chennai + (91 44) 2434 0043/9659/8080, 2433 0724/ 3293/3294,
Kolkata + (91 33) 2287 8839 /2287 6617/ 2283 1411/ 2280 0008,
Bangalore + (91 80) 2559 7401/4049
Ahmedabad+ (91 79) 2658 4924/5049/2008
Hyderabad + (91 40) 2373 5061/7251
Pune + (91 20) 2556 0194/ 6606 9999

© Copyright, 2019 ICRA Limited. All Rights Reserved.

Contents may be used freely with due acknowledgement to ICRA.

ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance, which may lead to revision in ratings. An ICRA rating is a symbolic indicator of ICRA's current opinion on the relative capability of the issuer concerned to timely service debts and obligations, with reference to the instrument rated. Please visit our website www.icra.in or contact any ICRA office for the latest information on ICRA ratings outstanding. All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable, including the rated issuer. ICRA however has not conducted any audit of the rated issuer or of the information provided by it. While reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies may have provided services other than rating to the issuer rated. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents