August 20, 2020

Auro Industries Limited: Rating continues to remain under Non Cooperating category

Summary of Rated Instrument:

Instrument	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund based-Cash Credit	8.00	8.00	[ICRA]B+ (Stable); ISSUER NOT COOPERATING*; Rating continues to remain under the 'Issuer Not Cooperating' category
Non Fund based- Letter of Credit	2.25	2.25	[ICRA]A4 ISSUER NOT COOPERATING*; Rating continues to remain in the 'Issuer Not Cooperating' category
Non-Fund based- Bank Guarantee	0.75	0.75	[ICRA]A4 ISSUER NOT COOPERATING*; Rating continues to remain in the 'Issuer Not Cooperating' category
Total	**11.00**	**11.00**	

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

Rationale

The ratings for the Rs. 11.00 crore bank facilities of Auro Industries Limited continues to remain under the 'Issuer Not Cooperating' category. The rating is denoted as "[ICRA]B+ (Stable)/[ICRA]A4; ISSUER NOT COOPERATING".

ICRA has been trying to seek information from the entity so as to monitor its performance, but despite repeated requests by ICRA, the entity'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 this rating as the rating may not adequately reflect the credit risk profile of the entity. The rating action has been taken in accordance with ICRA's policy in respect of non-cooperation by a rated entity available at www.icra.in.

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	Standalone

About the company:

In 1990, Auro Enterprises was set up as a proprietorship firm by Mr. Madhusudhan Goenka for manufacturing foundry fluxes. In 1995, it was reconstituted as a corporate body and renamed as Auro Industries Limited (AIL). The company is now involved in dealership and distribution of various electrical equipments/ accessories such as uninterrupted power systems (UPS) of Ador Powerton Limited, light fittings of Philips India Limited, and insulators of XHDC Special Ceramics Co. Ltd. (China) etc. AIL is also involved in trading of textiles, steel products and other products. Besides, the company is the sole C&F agent for automotive batteries of Tractors and Farm Equipment Limited in West Bengal.

The previous detailed rating rationale is available on the following link: Click here

Key financial indicators:

Not Applicable.

Status of non-cooperation with previous CRA

CRA	Status	Date of Release
IndiaRatings	IND BB-/A4+; Issuer Not Cooperating; Moved to Issuer Not Cooperating Category	November 18, 2019.

Any other information

Not applicable

Rating history for past three years

All figures in Rs. Crore

	Instrument	Rating (FY2021)				Rating History for the Past 3 Years			
		Type	Amount Rated	Amount Outstanding	Rating	FY2020	FY2019	FY2018	
					20-Aug-2020	27-May-2019	-	28-Feb-2018	15-Nov-2017
1	Cash Credit	Long Term	8.00	-	[ICRA]B+ (Stable); ISSUER NOT COOPERATING	[ICRA]B+ (Stable); ISSUER NOT COOPERATING	-	[ICRA]B+ (Stable); ISSUER NOT COOPERATING	[ICRA]B+ (Stable); ISSUER NOT COOPERATING
2	Letter of Credit	Short Term	2.25	-	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING	-	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING
3	Bank Guarantee	Short Term	0.75	-	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING	-	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING

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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.

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For more information, visit www.icra.in

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