AMD Industries Limited

July 08, 2026

Facilities/Instruments	Amount (₹ crore)	Rating[1]	Rating Action
Long-term bank facilities	123.41 (Reduced from 141.08)	CARE BBB; Stable	Reaffirmed
Short-term bank facilities	85.00	CARE A3+	Reaffirmed

Details of instruments/facilities in Annexure-1.

List of facilities / instruments falling under the purview of various financial sector regulators (FSRs), along with the names of respective FSRs has been disclosed under Annexure-6.

Rationale and key rating drivers

Reaffirmation of ratings assigned to bank facilities of AMD Industries Limited (AMD) factors inexperienced promoters with a long track record in the packaging industry, stable scale of operations, and long-standing relationships with reputed clients. Ratings further continue to take comfort from comfortable capital structure and favourable industry prospects. However, these rating strengths are partially offset by weak debt coverage indicators, elongated operating cycle, customer concentration risk and margins susceptible to change in raw material price.

Rating sensitivities: Factors likely to lead to rating actions

Positive factors

- Growth in scale of operations with total operating income (TOI) above ₹350 crore and sustenance in profit before interest, lease rentals, depreciation and taxation (PBILDT) margin above 12%.
- Improvement in financial risk profile with overall gearing below 0.75x and total debt/PBILDT below 4.00x on a sustained basis.

Negative factors

- Decline in operating income below ₹200 crore and moderation in PBILDT margin below 8% on a sustained basis.
- Significant elongation in operating cycle impacting the company's liquidity profile.
- Higher-than-envisaged debt funded capex resulting in increase in overall gearing above 1.30x on a sustained basis.

Analytical approach: Standalone

Outlook: Stable

Stable outlook reflects CARE Ratings Limited's (CareEdge Ratings) opinion that AMD will continue to derive benefits from its experienced promoters and reputed customer base.

Detailed description of key rating drivers:

Key strengths

Experienced promoters with long track record in the industry

Incorporated in 1983, AMD is promoted by Ashok Gupta, Chairman, who has over four decades of experience in similar line of business. He is involved in business operations and looks after the company's day-to-day operations and is supported by his son Adit Gupta, who is the company's Managing Director. He brings over 20 years of experience to the company. Promoters are assisted by experienced and professional management overseeing the company's day-to-day operations.

Stable scale of operations

The company generates its revenue by selling crown caps, polyethylene terephthalate (PET) preforms and PET bottles among others to food, beverages and distillery companies. The business is seasonal, with peak demand observed in summers, coinciding with Q1 and Q4 and is highly susceptible to changes in weather conditions. TOI remained largely stable at ₹282.25 crore in FY26 (refers to April 01, 2025, to March 31, 2026; PY: ₹276.53 crore). However, in terms of profitability, PBILDT margin moderated to

[1]Complete definition of ratings assigned are available at www.careratings.com and other CARE Ratings Limited's publications.

5.31% in FY26 (PY: 9.19%) largely considering decline in steel prices in last financial year leading to lower realisation price, while AMD procured raw material at higher prices, leading to inventory loss. Increased overhead expenses, mainly travel, and employee-related costs pertaining to expansion in the export segment also led to moderation in margins. However, with easing geo-political tensions in the current financial year and higher demand expected in the current financial year owing to expected lower rainfall than normal, profitability margins are expected to recover.

Long-standing association with reputed clients though concentration risk

The company's supplies the products to several reputed manufacturers in beverage industry such as Hindustan Coca Cola Beverages Private Limited, Moon Beverages Limited, Bisleri International Private Limited, United Breweries Limited, and Reliance Retail Limited among others. AMD has a long-established association its clients that ensures repeat orders. However, revenue profile is concentrated with top 10 customers constituting ~57% of total revenue in FY26 (PY: ~58%). Change in customer's procurement policy may adversely impact the company's business profile.

Favourable prospects of the industry

PET refers to a thermoplastic polymer resin of the polyester family which is widely used for manufacturing plastic bottles. In comparison with polypropylene (PP), high density polyethylene (HDPE) and poly vinyl chloride (PVC) bottles, PET bottles are more durable, transparent, lightweight, non-reactive, cost-effective, and thermally stable. These are environment-friendly and can be recycled repeatedly, which further reduces manufacturing cost. Primarily used in the packaging of drinking water and beverages, PET bottles are also gaining prominence as a packaging solution for fast-moving consumer goods (FMCG) and pharmaceutical industry.

Key weaknesses

Weak debt coverage indicators

While the company's capital structure as marked by overall gearing stood comfortable at 0.82x as on March 31, 2026 (PY:0.84x), on decline in profitability in FY26, the company's debt coverage indicators further weakened as reflected by PBILDT interest coverage and total debt to gross cash accruals (TD/GCA) declining to 1.70x and 12.76x in FY26 from 2.53x and 8.18x in FY25.

Elongated operating cycle

Nature of the business being highly competitive and seasonal, results in average collection period being ~88 days in FY26 (PY:94 days). The company offers a reasonable credit period to its customers as majority are large players that have high bargaining power. The company is required to maintain adequate inventory of raw material for smooth production processes, leading to high inventory days of 125 days in FY26 (PY: 128 days). This results in the company's operations being working capital intensive, marked by an average operating cycle of 103 days in FY26 (PY: 131 days).

Margins susceptible to change in raw material price

The raw material prices (PET resin and plastic granules) are linked to crude oil prices, which exposes prices and margins to fluctuations in crude prices and demand for petrochemical products. Raw material prices were highly volatile in FY26 (FY refers to April 01 to March 31) amid geopolitical uncertainties, leading to volatility in sales realisation. The company partially passed on the raw material price changes to customers, leaving margins susceptible to fluctuations in input prices

Liquidity: Adequate

The company has repayment obligation of ~₹10.60 crore against expected GCA of ₹19.06 crore in FY27. While the company generally operates with relatively low free cash and bank balances, it maintains adequate liquidity through its working capital facilities. The company average working capital utilisation stood low at 38% for 12 months ending April 30, 2026, and as on June 24, 2026, against sanctioned limits of ₹90 crore, utilisation remained low at ~₹25 crore leaving a buffer of ~₹65 crore to support liquidity. The company is not planning to incur major capex in the near-to-medium term.

Applicable criteria

Definition of Default
Liquidity Analysis of Non-financial sector entities
Rating Outlook and Rating Watch
Manufacturing Companies
Financial Ratios – Non financial Sector
Short Term Instruments

About the company and industry

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Industrials	Capital goods	Industrial products	Plastic products - industrial

AMD was founded in 1958 as a trading and manufacturing company of glass bottles. It started manufacturing crown caps in 1971 and manufacturing of PET preforms and plastic bottles in 1998. Currently the company is engaged into manufacturing of crown caps, Carbonated Soft drinks (CSD) closures, PET Preforms, PET bottle and PET 20L Jars at Neemrana (Rajasthan). AMD is currently being managed by founding promoter and chairman, Ashok Gupta and his son Adit Gupta as managing director. The company supplies finished packaging goods to soft drinks, beverages, water, and liquor industries.

Brief Financials (₹ crore)	March 31, 2025 (A)	March 31, 2026 (A)
Total operating income	276.53	282.25
PBILDT*	25.42	14.99
Profit after tax (PAT)	1.00	-4.09
Overall gearing (x)	0.84	0.82
Interest coverage (x)	2.53	1.70

A: Audited; Note: these are latest available financial results
*PBILDT: Profit before interest, lease rentals, depreciation and tax

Status of non-cooperation with previous CRA: Not applicable

Any other information: Not applicable

Rating history for last three years: Annexure-2

Detailed explanation of covenants of rated instrument / facility: Annexure-3

Complexity level of instruments rated: Annexure-4

Lender details: Annexure-5

Annexure-1: Details of instruments/facilities

Name of the Instrument	ISIN	Date of Issuance (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned and Rating Outlook
Fund-based - LT-Cash Credit		-	-	-	90.00	CARE BBB; Stable
Fund-based - LT-Term Loan		-	-	February 2029	33.41	CARE BBB; Stable
Non-fund-based - ST-BG/LC		-	-	-	85.00	CARE A3+

Annexure-2: Rating history for last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2026-2027	Date(s) and Rating(s) assigned in 2025-2026	Date(s) and Rating(s) assigned in 2024-2025	Date(s) and Rating(s) assigned in 2023-2024
1	Fund-based - LT-Term Loan	LT	33.41	CARE BBB; Stable	-	1)CARE BBB; Stable (01-Jul-25)	1)CARE BBB; Stable (31-May-24)	1)CARE BBB+; Stable (28-Jun-23)
2	Fund-based - LT-Cash Credit	LT	90.00	CARE BBB; Stable	-	1)CARE BBB; Stable (01-Jul-25)	1)CARE BBB; Stable (31-May-24)	1)CARE BBB+; Stable (28-Jun-23)
3	Non-fund-based - ST-BG/LC	ST	85.00	CARE A3+	-	1)CARE A3+ (01-Jul-25)	1)CARE A3+ (31-May-24)	1)CARE A2 (28-Jun-23)

LT: Long term; ST: Short term

Annexure-3: Detailed explanation of covenants of rated instruments/facilities: Not applicable

Annexure-4: Complexity level of instruments rated

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Cash Credit	Simple
2	Fund-based - LT-Term Loan	Simple
3	Non-fund-based - ST-BG/LC	Simple

Annexure-5: Lender details

To view lender-wise details of bank facilities please click here

Annexure-6: List of facilities/instruments and FSRs

As required by SEBI Circular dated February 10, 2026, to Credit Rating Agencies (CRAs), the list of activities or instruments falling under the purview of various FSRs, along with the names of respective FSRs, is disclosed below:

Sr. No.	Facilities/Instruments Name	Regulator of the Instruments[2]
1.	Listed / Proposed to be Listed Bonds / Debentures / Preference Shares (All Securities)	SEBI
2.	Unlisted / Proposed to be Unlisted Bonds / Debentures / Preference Shares (All Securities)	MCA
3.	Listed PTCs / Securitisation Notes (Originated by Entities Regulated by RBI) *	SEBI
4.	Listed PTCs / Securitisation Notes (Originated by Entities Not Regulated by RBI) *	SEBI
5.	Unlisted PTCs / Securitisation Notes (Originated by Entities Regulated by RBI) *	RBI
6.	Listed Commercial Paper and NCDs with Original Maturity Less Than 1 Year	RBI
7.	Unlisted Commercial Paper and NCDs with Original Maturity Less Than 1 Year	RBI
8.	Loan Facilities (Fund / Non-Fund Based) From Banks / NBFCs / NHB / FIs ^	RBI
9.	External Commercial Borrowings and Other Similar Borrowings	RBI
10.	Certificates of Deposit	RBI
11.	Fixed Deposits Raised by Banks, NBFCs, HFCs, FIs	RBI

[2]SEBI: Securities and Exchange Board of India; RBI: Reserve Bank of India; MCA: Ministry of Corporate Affairs; IRDAI: Insurance Regulatory and Development Authority of India; PFRDA: Pension Fund Regulatory and Development Authority

Sr. No.	Facilities/Instruments Name	Regulator of the Instruments[2]
12.	Fixed Deposits Raised by Corporates Other Than Banks, NBFCs, HFCs, FIs	MCA
13.	Inter Corporate Deposits / Loans Extended by Corporates	MCA
14.	Borrowing Programme ~	-
15.	Issuer Ratings #	-
16.	Credit Ratings for Capital Protection Oriented Schemes (By Mutal Funds and AIFs)	SEBI
17.	Credit Quality Ratings (CQRs) for Mutual Fund Schemes and Schemes of AIFs	SEBI
18.	Listed Security Receipts	SEBI
19.	Unlisted Security Receipts	RBI
20.	Independent Credit Evaluation (ICE)	RBI
21.	Expected Loss Ratings (For Loan Facilities (Fund / Non-Fund Based) from Banks / NBFCs / NHB / FIs)	RBI
22.	Expected Loss Ratings (Listed / Proposed to be Listed Bonds / Debentures / Preference Shares (All Securities))	SEBI
23.	Expected Loss Ratings (Unlisted / Proposed to be Unlisted Bonds / Debentures / Preference Shares (All Securities))	MCA
24.	Unlisted PTCs / Securitisation Notes (Originated by Entities Not Regulated by RBI) *	Investor-side regulator such as IRDAI, PFRDA @

* Includes securitisation transactions involving assignee payout, acquirer's payout.

~ The rated instrument may involve issuance of different instruments such as debt securities (listed or otherwise), bank loans, commercial paper (listed or otherwise), among others. The regulator of the instrument may accordingly be SEBI, RBI or MCA and can only be determined upon issuance. In the rating notes subsequent to issuance(s), CARE Ratings Limited shall separately capture the rated quantum details along with names of respective regulators.

^ Includes bank facilities such as liquidity facility, second loss facility that are part of securitisation transactions.

There is no instrument being rated and hence, Regulator of the Instrument is not applicable. The rating scale and definitions are being followed as stipulated in SEBI Master Circular for CRAs.

@ These ratings were assigned in regulatory regime prior to introduction of SEBI CRA Circular dated February 10, 2026, and the investor side regulators have accordingly been included.
Note: For facilities / instruments falling under the purview of FSRs other than SEBI, the grievance / dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available.

Note on complexity levels of rated instruments: CareEdge Ratings has classified instruments rated by it based on complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for clarifications.

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About us:

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