

Anik Industries Limited

July 21, 2021

Ratings

Facilities	Amount (Rs. crore)	Rating ¹	Rating Action
Long Term Bank Facilities	65.00	CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Short Term Bank Facilities	175.00	CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Total Facilities	240.00 (Rs. Two Hundred Forty Crore Only)		

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated March 15, 2019 placed the ratings of Anik Industries Limited (AIL) under the 'issuer non-cooperating' category as AIL had failed to provide information for monitoring of the ratings as agreed to in its Rating Agreement. AIL continues to be non-cooperative despite repeated requests for submission of information through phone calls and emails dated May 5, 2021, May 15, 2021 and May 25, 2021. In line with the extant SEBI guidelines, CARE has reviewed the ratings on the basis of the best available information which however, in CARE's opinion is not sufficient to arrive at a fair rating.

Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above ratings.

Detailed description of the key rating drivers

Delays in debt servicing:

As per company's recent filing on the stock exchange, there were instances of delay in debt servicing including devolvement of Letter of Credit.

Please refer to last PR dated [June 19, 2020](#)

Analytical approach: Standalone

Applicable Criteria

[Policy in respect of Non-cooperation by issuer](#)

[CARE's Policy on Default Recognition](#)

[Criteria for Short Term Instruments](#)

[Financial Ratios - Non Financial Sector](#)

About the Company

Incorporated in 1976, AIL is engaged in commodity trading and real-estate development, after sale of its dairy business in September 2016. AIL trades in agro commodities such as edible oils, soya bean and wheat. It also engages in trading of other commodities such as coal and also imports crude palm oil and sells the same in bulk after getting it refined through third party refineries.

Brief Financials (Rs. crore)	FY20 (A)	*FY21 (Abridged)
Total operating income	500.33	150.63
PBILDT	(44.61)	17.86
PAT	(37.73)	4.57
Overall gearing (times)	0.33	0.39
Interest coverage (times)	-ve	1.67

A: Audited; *abridged financials published on Bombay Stock Exchange; -ve: Negative

¹Complete definition of the ratings assigned are available at www.careratings.com and other CARE publications

*Issuer did not cooperate; Based on best available information

Status of non-cooperation with previous CRA: Brickwork, vide its press release dated July 27, 2020, continued to place the ratings of ALL under issuer non-cooperating category in absence of requisite information from the company to carry out a review.

Any other information: Not Applicable

Rating History for last three years: Please refer Annexure-2

Annexure-1: Details of Instruments/Facilities

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Term Loan-Long Term	-	-	March 2019 [^]	50.00	CARE D; ISSUER NOT COOPERATING*
Fund-based-Long Term	-	-	-	15.00	CARE D; ISSUER NOT COOPERATING*
Non-fund-based-Short Term	-	-	-	165.00	CARE D; ISSUER NOT COOPERATING*
Fund-based - ST-Working Capital Demand loan	-	-	-	10.00	CARE D; ISSUER NOT COOPERATING*

*Issuer did not cooperate; Based on best available information; [^]for part facilities

Annexure-2: Rating History of last three years

Sr. No.	Name of the Instrument/ Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2021-2022	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019
1.	Term Loan-Long Term	LT	50.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (19-Jun-20)	1)CARE D; ISSUER NOT COOPERATING* (21-Aug-19) 2)CARE C; ISSUER NOT COOPERATING* (09-Jul-19)	1)CARE B+; Stable; ISSUER NOT COOPERATING* (15-Mar-19) 2)CARE BB+ (CWN) (18-Feb-19) 3)CARE BB+; Stable (06-Apr-18)
2.	Fund-based-Long Term	LT	15.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (19-Jun-20)	1)CARE D; ISSUER NOT COOPERATING* (21-Aug-19) 2)CARE C; ISSUER NOT COOPERATING* (09-Jul-19)	1)CARE B+; Stable; ISSUER NOT COOPERATING* (15-Mar-19) 2)CARE BB+ (CWN) (18-Feb-19) 3)CARE BB+; Stable (06-Apr-18)
3.	Non-fund-based-Short Term	ST	165.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (19-Jun-20)	1)CARE D; ISSUER NOT COOPERATING* (21-Aug-19)	1)CARE A4; ISSUER NOT COOPERATING* (15-Mar-19) 2)CARE A4 (CWN)

Sr. No.	Name of the Instrument/ Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2021-2022	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019
							2)CARE A4; ISSUER NOT COOPERATING* (09-Jul-19)	(18-Feb-19) 3)CARE A4 (06-Apr-18)
4.	Fund-based - ST-Working Capital Demand loan	ST	10.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (19-Jun-20)	1)CARE D; ISSUER NOT COOPERATING* (21-Aug-19) 2)CARE A4; ISSUER NOT COOPERATING* (09-Jul-19)	1)CARE A4; ISSUER NOT COOPERATING* (15-Mar-19) 2)CARE A4 (CWN) (18-Feb-19) 3)CARE A4 (06-Apr-18)

*Issuer did not cooperate; Based on best available information

Annexure 3: Complexity level of various instruments rated for this Company

Sr. No.	Name of the Instrument	Complexity Level
1.	Fund-based - ST-Working Capital Demand loan	Simple
2.	Fund-based-Long Term	Simple
3.	Non-fund-based-Short Term	Simple
4.	Term Loan-Long Term	Simple

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. This classification is available at www.careratings.com. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

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About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

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