Abhinav Industries

July 26, 2019

Ratings

Facilities	Amount (Rs. crore)	Rating[1]	Rating Action
Long-term Bank Facilities	-	-	Withdrawn
Short-term Bank Facilities	-	-	Withdrawn
Total Facilities	-	-	-

Details of facilities in Annexure-1

Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers

CARE has withdrawn the outstanding ratings of 'CARE B; Stable; Issuer Not Cooperating / CARE A4; Issuer Not Cooperating' assigned to the bank facilities of Abhinav Industries with immediate effect. The above action has been taken at the request of Abhinav Industries and 'No Objection certificate' received from the bank that has extended the facilities rated by CARE.

Comment on liquidity

The liquidity position of the entity was moderate as reflected by moderate utilization of its working capital at around 80% during last 12 months ended on June 30, 2019. Moreover, the current ratio was low at 0.92x as on March 31, 2018.

Analytical approach: Not Applicable

Applicable Criteria

Policy on Withdrawal of ratings

About the Entity

Incorporated in 2005, Abhinav Industries (AI) was promoted by Mr Ashwani Kumar sharma. The entity has been engaged in custom milling of paddy for Chhattisgarh Government agency. The plant of the entity is located at Balodabazar in the district of Bhatapara, Chhattisgarh with an installed capacity of 45000 metric ton per annum. Mr. Ashwani Kumar Sharma has more than a decade long experience in rice milling industry, looks after the day to day operations of the company. He is also supported by his brother Mr. Ajay Kumar Sharma and a team of experienced professionals.

Brief Financials (Rs. crore)	FY17 (A)	FY18 (A)
Total operating income	20.06	15.37
PBILDT	1.27	1.33
PAT	0.45	0.38
Overall gearing (times)	3.94	4.19
Interest coverage (times)	2.24	1.88

A: Audited

Status of non-cooperation with previous CRA: Non-cooperation from ICRA ratings as per press release dated July 23, 2018.

Any other information: Not Applicable

Rating History (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
Fund-based - LT-Term Loan	-	-	-	0.00	Withdrawn

[1]*Complete definitions of the ratings assigned are available at www.careratings.com and in other CARE publications.*

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Cash Credit	-	-	-	0.00	Withdrawn
Non-fund-based - ST-Bank Guarantees	-	-	-	0.00	Withdrawn

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 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018	Date(s) & Rating(s) assigned in 2016-2017
1.	Fund-based - LT-Term Loan	LT	-	-	-	1)CARE B; Stable; ISSUER NOT COOPERATING* (19-Feb-19)	1)CARE B+; Stable (20-Mar-18)	-
2.	Fund-based - LT-Cash Credit	LT	-	-	-	1)CARE B; Stable; ISSUER NOT COOPERATING* (19-Feb-19)	1)CARE B+; Stable (20-Mar-18)	-
3.	Non-fund-based - ST-Bank Guarantees	ST	-	-	-	1)CARE A4; ISSUER NOT COOPERATING* (19-Feb-19)	1)CARE A4 (20-Mar-18)	-

* Issuer Not Cooperating; based on best available information

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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