

RATING RATIONALE

15 Mar 2021

ABS India Pvt. Ltd.

Brickwork Ratings Reaffirmed the rating for the Bank Loan Facilities of Rs. 15.00 Crs. of ABS India Pvt. Ltd. based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (Rs. Crs.)		Tenure	Rating#	
	Previous	Present		Previous (Oct 2019)	Present
Fund based	2.50	2.50	Long Term	BWR BBB- (Stable)	BWR BBB- (Stable) Reaffirmed ISSUER NOT COOPERATING*
Non Fund Based	12.50	12.50	Short Term	BWR A3	BWR A3 Reaffirmed ISSUER NOT COOPERATING*
Total	15.00	15.00	Rupees Fifteen Crores Only		

Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

* Issuer did not cooperate, based on best available information.

Details of Bank facilities is provided in Annexure-I

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

Brickwork Ratings reaffirmed the rating for the bank loan facilities of Rs. 15.00 Crs. of ABS India Pvt. Ltd. at BWR BBB-/A3 (Stable) ISSUER NOT COOPERATING, based on best available information. BWR has rated the bank loan facilities of ABS India Pvt. Ltd. in Oct 2019 and assigned BWR BBB-/A3 (Stable).

BWR took up with the issuer to provide required complete information over email. Despite the best efforts of BWR to get at least the minimum required information for a review, the Company has not provided the same on time. In the absence of adequate information from the issuer, BWR is unable to assess the issuer's financial performance and its ability to service its debt and maintain a valid rating. Hence on account of inadequate information and lack of management cooperation, BWR recommends placing the rating under the category of ISSUER NOT COOPERATING.

LIMITATIONS OF THE RATING

Information availability risk is a key factor in the assessment of credit risk as generally, noncooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress.

KEY FINANCIAL INDICATORS (AS AVAILABLE WITH BWR)

Key Parameters	Units	FY19	FY18
Result Type		Audited	Audited
Net Sales	In Rs. Crs.	68.36	65.37
EBITDA	In Rs. Crs.	1.91	3.80
Net Profit	In Rs. Crs.	1.96	2.14
Tangible Net worth	In Rs. Crs.	10.81	11.32
Total debt/TNW	Times	0.08	0.12
Current Ratio	Times	1.15	1.20

COMPANY PROFILE

ABS was incorporated on December 1, 1995 as Alcatel Business Systems India Pvt Ltd, to carry on the distribution and marketing of telecommunication equipment, using the technical know-how supplied by Al-catent Lucent, France. It is a telecommunication systems integrator providing customized enterprise communication solutions to Large, medium, small and multi location businesses. In 1999, the company became a 100% subsidiary of Alcatel Lucent. Subsequently, the company's shareholding has undergone many changes, and currently ABS is held by 2 shareholders, viz., Mr. Sunil Arora and Ms. Supriya Dhanda. The Company has a branch in Singapore. A majority of the company's sales and purchases (imports) are routed through this branch in order to effectively manage currency risks.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: NA

RATING HISTORY FOR THE PREVIOUS THREE YEARS (including withdrawal and suspended)

Name of Instrument	Facilities		Current Rating		Rating History		
	Type	Tenure	Amount (Rs. Crs.)	Rating	2020	23.10.2019	11.09.2018
Bank Loan Facility	Fund Based	Long Term	2.50	BWR BBB- (Stable) ISSUER NOT COOPERATING	-	BWR BBB- (Stable)	BWR BBB- (Stable)
	Non Fund Based	Short Term	12.50	BWR A3 ISSUER NOT COOPERATING	-	BWR A3	BWR A3
Total			15.00	Rupees Fifteen Crores Only			



COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

Hyperlink/Reference to applicable Criteria

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ANNEXURE I

ABS India Pvt. Ltd.

Details of Bank Facilities rated by BWR

Sl.No.	Type of Facilities	Long Term [Rs. Crs.]	Short Term [Rs. Crs.]	Total [Rs. Crs.]
1.	Overdraft	2.50	-	2.50
2.	Bank Guarantee	-	12.50	12.50
Rupees Fifteen Crores Only				15.00



For print and digital media

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