



## RATING RATIONALE

21 Sept 2020

### ACME Builders (P) Ltd.

Brickwork Ratings reaffirms the long term rating for the Bank Loan facilities of ₹ 50.00 Crores of ACME Builders (P) Ltd. based on best available information, as the issuer did not cooperate.

#### Particulars

Facility	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present		Previous (August, 2019)	Present
Fund Based	50.00	50.00	Long Term	BWR D	<b>BWR D Reaffirmed ISSUER NOT COOPERATING*</b>
<b>Total</b>	<b>50.00</b>	<b>50.00</b>	<b>INR Fifty Crores Only</b>		

#Please refer to BWR website [www.brickworkratings.com/](http://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

The Long term rating has been reaffirmed to BWR D of ACME Builders (P) Ltd. as the issuer did not cooperate.

#### OUTLOOK / NATURE OF NON-COOPERATION

BWR had initially rated Bank Loan facilities of ACME Builders (P) Ltd. and assigned the rating of BWR D. The Surveillance review was due in August, 2020. The rating then moved to Rating Not Reviewed on 03 August 2020. BWR took up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of BWR to get the minimum required information for a review, the entity has not provided the same. The Firm has also not submitted the NDS since the last 6 months. In the absence of adequate information from the entity, BWR is unable to assess the entity's financial performance and its ability to service its debt and maintain a valid rating.

**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. Users of the credit ratings should therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non-transparency and withholding of information required for a review of the rating.



**KEY FINANCIAL INDICATORS (in ₹ Cr) [AS AVAILABLE WITH BWR in August, 2019]**

Key Parameters	Units	FY 17	FY 18
Result Type		Audited	Audited
Operating Revenue	Cr	76.36	32.50
EBITDA	Cr	0.20	0.36
PAT	Cr	0.27	0.38
TNW	Cr	13.33	15.70
Total Debt/TNW	times	3.08	2.79
Current Ratio	times	2.57	2.89

**COMPANY PROFILE [As available with BWR in August, 2019]**

Formed in the year 1999, Acme Builders is a Real Estate consultant and residential property dealer of Chandigarh. The company has completed and delivered a project named ACME Floors Sector-110, Mohali and now they are constructing an another project named Acme Eden Court in Sector 91, Mohali. The value of the project is 126.50 Crs and a total of Rs. 116.50 Crs have been received till now in the form of booking amount for 186 units. It is a 6 tower project with 375 units, of which around 60% of construction has been completed.

**NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: NA**

**Any other information: Not Available**

**RATING HISTORY FOR THE LAST 3 YEARS (INCLUDING WITHDRAWN/SUSPENDED)**

Instrument /Facility	Current Rating (Sep, 2020)			Rating History		
	Type (Long Term/ Short Term)	Amount (₹ Cr)	Rating	August, 2019	2018	2017
<b>Fund Based</b>	Long Term	50.00	<b>BWR D</b> Reaffirmed <b>ISSUER NOT COOPERATING</b> *	<b>BWR D</b>	-	-
<b>Total</b>		<b>50.00</b>	<b>INR Fifty Crores Only</b>			

\*Issuer did not cooperate; based on best available information

**COMPLEXITY LEVELS OF THE INSTRUMENTS**

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

**Hyperlink/Reference to applicable Criteria**

- **General Criteria**
- **Approach to Financial Ratios**
- **What Constitutes Non-Cooperation**

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**ANNEXURE I**

**ACME Builders (P) Ltd.  
Details of Bank Facilities rated by BWR**

<b>Sl.No</b>	<b>Name of the Bank</b>	<b>Type of Facilities</b>	<b>Long Term [₹ Cr]</b>	<b>Short Term [₹ Cr]</b>	<b>Total [₹ Cr]</b>
<b>1.</b>	<b>Andhra Bank</b>	<b>Fund Based Term Loan</b>	50.00	-	50.00
<b>TOTAL</b>					<b>50.00</b>

**Total Fifty Crores Only**

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**About Brickwork Ratings :** Brickwork Ratings (BWR), a Securities and Exchange Board of India [SEBI] registered Credit Rating Agency and accredited by Reserve Bank of India [RBI], offers credit ratings of Bank Loan, Non- convertible / convertible / partially convertible debentures and other capital market instruments and bonds, Commercial Paper, perpetual bonds, asset-backed and mortgage-backed securities, partial guarantees and other structured / credit enhanced debt instruments, Security Receipts, Securitisation Products, Municipal Bonds, etc. BWR has rated over 11,400 medium and large corporates and financial institutions' instruments. BWR has also rated NGOs, Educational Institutions, Hospitals, Real Estate Developers, Urban Local Bodies and Municipal Corporations. BWR has Canara Bank, a leading public sector bank, as one of the promoters and strategic partners. BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

**DISCLAIMER** Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented "as is" without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons.