

AHLAWAT RESEARCH & BREEDING FARM

Brickwork Ratings revised the ratings for the Bank Loan Facilities of ₹ 7.50 Crores of Ahlawat Research & Breeding Farm based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present		Previous (August, 2020)	Present
Fund based					
Cash Credit	2.64	2.64	Long Term	BWR B+ Stable Reaffirmed Issuer Did Not Cooperate	BWR B Stable Downgrade Issuer Not Cooperating#
Limit					
Term Loan	4.86	4.86			
Total	7.50	7.50	INR Seven Crores Fifty Lakhs Only		

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

Issuer did not co-operate; based on best available information.

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

BWR downgraded the long term bank loan ratings of Ahlawat Research & Breeding Farm to BWR B Stable based on the best available information as the Issuer did not Cooperate

Initially BWR had rated Bank Loan facilities amounting of Rs. 9.01 Crs (Fund based) of Ahlawat Research & Breeding Farm on 16 March 2018. The rating assigned was long term rating of BWR B Stable. The rating was further upgraded to BWR B+ Stable amounting bank loan facilities of Rs 7.50 Crs (Fund Based) on 07 January 2019. The rating was due for review in January 2020. The rating was further reaffirmed as BWR B+ Stable under Issuer Not Cooperating on 06 August 2020. Going forward, BWR took up with the issuer consistently to provide required information over emails apart from telephonic communication, but no response has been received from the client. Further, BWR is unable to reach the banker, the banker's feedback regarding the conduct of the account is not available. Despite the best efforts of BWR to get at least the minimum required information for the review, the entity has not provided the same. In the absence of adequate information from the company, BWR is unable to assess the company'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]

Key Parameters	Units	FY17	FY18
Result Type		Audited	Audited
Operating Revenues	Crs	5.01	6.81
EBIDTA	Crs	0.82	0.97
PAT	Crs	0.12	0.16
Tangible Net Worth	Crs	1.85	2.21
TOL/TNW	Times	2.13	2.73
Current Ratio	Times	1.94	1.53

COMPANY PROFILE [AS AVAILABLE WITH BWR]

Ahlawat Research & Breeding Farm incorporated in 2013 is a proprietorship concern engaged in sale of broiler chicks. It is located in Rohtak Haryana. It purchases hens from Venky's which produce eggs. The eggs are hatched to produce chicks, which in turn are sold in the markets of Haryana, Punjab and U.P. Around 80% of the broiler chicks are sold in Haryana. ARBF is promoted by Mr. Ravi Kumar who has an experience of around 5 years in the poultry industry.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY : NA

RATING HISTORY FOR THE PREVIOUS THREE YEARS (Including Withdrawal and Suspended)

Instrument /Facilities	Current Rating			Rating History		
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	2020	2019	2018
Fund Based Cash Credit Limit Term Loan	Long Term	2.64 4.86	BWR B Stable Downgrade Issuer Not Cooperating	BWR B+ Stable Reaffirmed Issuer Not Cooperating	BWR B+ Stable Upgrade	BWR B Stable Assigned
Total		7.50	INR Seven Crores Fifty Lakhs Only			

^Issuer did not co-operate; based on best available information



COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit 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

AHLAWAT RESEARCH & BREEDING FARM

Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Long Term [₹ Cr]	Total[₹ Cr]
1	Union Bank of India	<u>Fund Based</u> Cash Credit Limit Term Loan	2.64 4.86	7.50
TOTAL INR SEVEN CRORES FIFTY LAKHS ONLY				7.50



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