



RATING RATIONALE

6 Aug 2020

AHLAWAT RESEARCH & BREEDING FARM

Brickwork Ratings Reaffirmed 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 (January, 2019)	Present
Fund Based Cash Credit Limit Term Loan	2.64 4.86	2.64 4.86	Long Term	BWR B+ Stable Upgrade	BWR B+ Stable Reaffirmed Issuer Not Cooperating#
Total	7.50	7.50	INR Seven Crores Fifty Lakhs Only		

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

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

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

BWR rated Bank Loan facilities amounting to Rs. 9.01 Crs (Fund based) of Ahlawat Research & Breeding Farm on 16 March 2018. The rating assigned was BWR B Stable . The rating was upgraded to BWR B+ Stable on 07.01.2019 for Bank Loan amounting to Rs 7.50 Crs (Fund Based). The rating was due for review in January 2020. On taking up with issuer by email, the issuer is not able to provide adequate information for completing the rating process. BWR took up with the Bank and as per feedback received from the banker, firm's conduct of account is regular and satisfactory. In the absence of adequate information from the issuer/firm, BWR is unable to assess the firm'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

FIRM 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 : N.A

Rating History for the last three years (including withdrawal/suspended)

Instrument /Facilities	Current Rating			Rating History		
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	2019	2018	2017
Fund Based Cash Credit Limit Term Loan	Long Term	2.64 4.86	BWR B+ (Reaffirmed) Issuer Not Cooperating	BWR B+ Stable Upgrade	BWR B Stable Assigned	NA
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

Analytical Contacts	Investor and Media Relations
<p>Aman Sharma Ratings Analyst B :+91 172 5032 295 / 6 Ext :104 aman.s@brickworkratings.com</p> <p>V K Kukreja Associate Director - Ratings B :+91 11 2341 2232 kukreja.vk@brickworkratings.com</p>	<p>Liena Thakur Assistant Vice President - Corporate Communications +91 84339 94686 liena.t@brickworkratings.com</p>

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	Fund Based Cash Credit Limit Term Loan (O/S)	2.64 4.86	7.50
TOTAL INR Seven Crores Fifty Lakhs Only				7.50



For print and digital media: The Rating Rationale is sent to you for the sole purpose of dissemination through your print, digital or electronic media. While it may be used by you acknowledging credit to BWR, please do not change the wordings in the rationale to avoid conveying a meaning different from what was intended by BWR. BWR alone has the sole right of sharing (both direct and indirect) its rationales for consideration or otherwise through any print or electronic or digital media.

About Brickwork Ratings: Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, accredited by RBI and empanelled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empanelled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a leading public sector bank, as its promoter and strategic partner. 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 reason.