



Rating Rationale

AKS Charitable Trust

19Dec2018

Brickwork Ratings has reviewed the Rating for the Bank Loan facilities of ₹ 11.75 Crore of AKS Charitable Trust based on best available information, as the issuer did not cooperate. Accordingly the rating for the said instrument is as under

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present		Previous (Apr, 2017)	Present
Fund based					
Overdraft	1.60	1.60	Long Term	BWR BB (Pronounced as BWR Double B) Outlook: Stable	Issuer did not Cooperate BWR BB - (Pronounced as BWR Double B Minus) (Outlook: Stable) (Downgraded)
Term Loan	10.15	10.15			
Total	11.75	11.75	₹ Eleven Crores and Fifteen Lakhs Only		

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings
Issuer did not cooperate; based on best available information

Ratings: Downgraded

Nature of Non-cooperation:

The rating was due for a review in April, 2017. BWR took up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the entity has not provided the same. In the absence of adequate information from the Trust, BWR is unable to assess the Trust'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.



About the Company (Information as available in March, 2017)

AKS Charitable trust is a promising group of institution with a vision of delivering quality education in the field of agriculture science, Engineering, Management & Pharmacy. The university is headquartered in Satna, MP and was incorporated in 2006. Previously Mr. Anant Soni had established a collage named “Rajiv Gandhi Institute of technology “which was established in the year 2000 and starts imparting B.Com and B.Sc. in Computer Science. In the year 2006 AKS charitable trust has established another institution namely “Rajiv Gandhi institute of pharmacy” at Sherganj (Satna) with affiliation from RGPV, Bhopal to fulfill the long demand of pharmacy institution in this area. By the end of 2008 this educational institution took a bigger shape nearly 3000 students enrolled in 16 disciplines such as computer Science, Pharmacy, Commerce and Management. Finally the AKS Charitable trust has received its approval from the Govt of Madhya Pradesh in 2011. AKS University at Satna [M.P.] promoted by the eminent Rajiv Gandhi Group of Institutions and value-driven professionals with an enviable track-record of molding almost 12000 students over last 19 years. The university consists of AKS University, Satna, Rajiv Gandhi College Satna and Rajiv Gandhi College Of Computer Application & Technology. AKS Charitable Trust is a Body under which various educational Institutions are running including AKS University, There is no Financial Agreement between University & Trust because they are not separate entity.

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

S.No	Facility	Current Rating (Dec 2018)			Rating History		
		Type	Amount (₹ Cr)	Rating^	7.8.2018	12.4.2017	2016
Fund Based							
1.	Overdraft	Long Term	1.60	Issuer did not Cooperate BWR BB - (Pronounced as BWR Double B Minus) (Outlook: Stable) (Downgraded)	BWR BB (Pronounced as BWR Double B) Outlook: Stable (Rating Not Reviewed)	BWR BB (Pronounced as BWR Double B) Outlook: Stable	Not Rated
2.	Term Loans	Long Term	10.15				
	Total		11.75	₹ Eleven crores and Seventy Lakhs Only			

Current Rating : ^Issuer did not cooperate; based on best available information

Status of non-cooperation with previous CRA: Not to our knowledge . **Any other Information** : Nil

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [What Constitutes Non-Cooperation](#)

AKS Charitable Trust Annexure I

Particulars	Units	2017 (P)	2016 (A)
Net Sales/Revenues	₹ Cr	32.04	28.50
EBITDA	₹ Cr	9.45	9.98
PAT	₹ Cr	3.96	4.77
Tangible Net Worth	₹ Cr	21.64	18.61
Total Debt : TNW	Times	1.17	1.27
Current Ratio	Times	2.64	0.95

Note: As per information available with BWR

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For print and digital media

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Note on complexity levels of the rated instrument:



BWR complexity levels are meant for educating investors. The BWR complexity levels are available at www.brickworkratings.com/download/ComplexityLevels.pdf Investors queries can be sent to info@brickworkratings.com.

About Brickwork Ratings

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled 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

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