RATING RATIONALE **26 Aug 2021**

AKS Charitable Trust

Brickwork Ratings downgrades the ratings for the Bank Loan Facilities of Rs. 11.75 Crores of M/s AKS Charitable Trust based on best available information, as the issuer did not cooperate.

Particulars:

<table>
<tr><th rowspan="2">Facility**</th><th colspan="2">Amount (₹ Cr)</th><th rowspan="2">Tenure</th><th colspan="2">Rating#</th></tr>
<tr><th>Previous</th><th>Present</th><th>Previous (June, 2020)</th><th>Present</th></tr>
<tr><td>Fund Based
Term Loan
Overdraft</td><td>
10.15
1.60</td><td>
10.15
1.60</td><td>Long Term</td><td>BWR B+ Stable (Downgraded) ISSUER NOT COOPERATING*</td><td>BWR B Stable (Downgraded) ISSUER NOT COOPERATING*</td></tr>
<tr><td>Total</td><td>11.75</td><td>11.75</td><td colspan="3">Rs. Eleven Crores and Seventy Five Lakhs Only</td></tr>
</table>

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

The long term rating of the Bank Loan Facilities of the company has been downgraded based on the available information as the client has not submitted any information for ascertaining the financial risk profile/performance of the company. We have therefore continued the rating under the "Issuer Not Cooperating" category.

The rating was due for surveillance in June 2021. We have made regular follow up with the client, vide telephone calls and emails 24th May, 18th June, 12th July and 9th August 2021. The client has not submitted an Audited Balance Sheet from F17 onwards and other relevant documents for the review of rating. Whenever we called the client they did not respond. BWR reached out to the banker vide email and calls dated 24th May, 18th June, 12th July and 9th August 2021, but received no response.

In the absence of adequate information from the company/bank, BWR is unable to assess the company'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 has downgraded the long term rating of the Bank Loan Facilities of the company at BWR B Stable Issuer Not Cooperating.

LIMITATIONS OF THE RATING

Information availability risk is a key factor in the assessment of credit risk as generally, non cooperation 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 (in (₹ Cr) [AS AVAILABLE WITH BWR]

Key Parameters	**Units**	**FY16**	**FY17**
Result Type		**Audited**	**Prov.**
Total Operating Income	Crores	28.50	32.04
OPBDIT	Crores	9.98	9.45
PAT	Crores	4.77	3.96
Tangible Net worth	Crores	18.61	21.64
Total Debt/TNW	Times	1.27	1.17
Current Ratio	Times	0.95	2.64

TRUST PROFILE (as available with BWR)

AKS Charitable trust is an institution and reportedly has 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. In 2008 this educational institution took a bigger shape, nearly 3000 students enrolled in 16 disciplines such as computer Science, Pharmacy, Commerce and Management.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: Nil

RATING HISTORY FOR THE LAST THREE YEARS (INCLUDING WITHDRAWAL AND SUSPENDED)

Instrument / Facilities	**Current Rating (2021)**			**Rating History**		
	Tenure (Long Term/ Short Term)	Amount (Rs Cr)	Rating	9th June,2020	2019	19th Dec,2018
Fund Based Term Loan Overdraft	Long Term	10.15 1.60	BWR B Stable (Downgraded) ISSUER NOT COOPERATING*	BWR B+ Stable (Downgraded) ISSUER NOT COOPERATING*	-	BWR BB- Stable (Downgraded) ISSUER NOT COOPERATING*
Total		**11.75**	**Rupees Eleven Crores and Seventy Five Lakhs Only**			

***Issuer not cooperating based on best available information**

COMPLEXITY LEVELS OF THE INSTRUMENTS- Simple

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	
Shevya Agarwal **Rating Analyst** **shevya.a@brickworkratings.com**	**Sushil Kumar Chitkara** **Director – Ratings** **B : +91 22 28311426, +91 22 28311439** **sushilkumar.c@brickworkratings.com**
1-860-425-2742	**media@brickworkratings.com**

ANNEXURE I

AKS Charitable Trust

Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank/ Lender	Type of Facilities	Long Term [Rs Cr]	Short Term [Rs Cr]	Total [Rs Cr]
1.	**Allahabad Bank**	**Fund Based** Term Loan	10.15	-	10.15
2.		Overdraft	1.60	-	1.60
Total (Rupees Eleven Crores and Seventy Five Lakhs Only)					**11.75**

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 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, Securitization 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 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.

BWR also wishes to inform that access or use of the said documents does not create a client relationship between the user and BWR.

The ratings assigned by BWR are only an expression of BWR's opinion on the entity / instrument and should not in any manner be construed as being a recommendation to either purchase, hold or sell the instrument.

BWR also wishes to abundantly clarify that these ratings are not to be considered as an investment advice in any jurisdiction nor are they to be used as a basis for or as an alternative to independent financial advice and judgement obtained from the user's financial advisors. BWR shall not be liable to any losses incurred by the users of these Rating Rationales, Rating Reports or its contents. BWR reserves the right to vary, modify, suspend or withdraw the ratings at any time without assigning reasons for the same.

BWR's ratings reflect BWR's opinion on the day the ratings are published and are not reflective of factual circumstances that may have arisen on a later date. BWR is not obliged to update its opinion based on any public notification, in any form or format although BWR may disseminate its opinion and analysis when deemed fit.

Neither BWR nor its affiliates, third party providers, as well as the directors, officers, shareholders, employees or agents (collectively, "BWR Party") guarantee the accuracy, completeness or adequacy of the Ratings, and no BWR Party shall have any liability for any errors, omissions, or interruptions therein, regardless of the cause, or for the results obtained from the use of any part of the Rating Rationales or Rating Reports. Each BWR Party disclaims all express or implied warranties, including, but not limited to, any warranties of merchantability, suitability or fitness for a particular purpose or use. In no event shall any BWR Party be liable to any one for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees, or losses (including, without limitation, lost income or lost profits and opportunity costs) in connection with any use of any part of the Rating Rationales and/or Rating Reports even if advised of the possibility of such damages. However, BWR or its associates may have other commercial transactions with the company/entity. BWR and its affiliates do not act as a fiduciary.

BWR keeps certain activities of its business units separate from each other in order to preserve the independence and objectivity of the respective activity. As a result, certain business units of BWR may have information that is not available to other BWR business units. BWR has established policies and procedures to maintain the confidentiality of certain non-public information received in connection with each analytical process.

BWR clarifies that it may have been paid a fee by the issuers or underwriters of the instruments, facilities, securities etc., or from obligors. BWR's public ratings and analysis are made available on its web site, www.brickworkratings.com. More detailed information may be provided for a fee. BWR's rating criteria are also generally made available without charge on BWR's website.

This disclaimer forms an integral part of the Ratings Rationales / Rating Reports or other press releases, advisories, communications issued by BWR and circulation of the ratings without this disclaimer is prohibited.

BWR is bound by the Code of Conduct for Credit Rating Agencies issued by the Securities and Exchange Board of India and is governed by the applicable regulations issued by the Securities and Exchange Board of India as amended from time to time.