

**AP Associates**

**Brickwork Ratings downgrades the long term rating for the Bank Loan Facilities of Rs. 18.21 Crores of AP Associates based on best available information, as the issuer did not cooperate.**

**PARTICULARS**

Facility Rated	Amount(Rs Crs)		Tenure	Rating#	
	Previous	Present		Previous (Sep, 2019)	Present
Fund Based	8.21	8.21	Long Term	BWR BB- Stable Reaffirmed	BWR B+ Stable Issuer non cooperation Downgrade
Non Fund Based	10.00	10.00			
<b>Total</b>	<b>18.21</b>	<b>18.21</b>	<b>(Rupees Eighteen Crores and Twenty One Lakhs 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 / OUTLOOK / NATURE OF NON-COOPERATION**

In view of non- availability of information and lack of cooperation from the company, Brickwork Ratings has downgraded the long term rating to 'BWR B+ (stable) under Issuer Non Cooperation' for the bank loan facilities amounting Rs. 18.21 Crs for M/S AP Associates.

The lenders/investors may note to exercise due caution while using the above ratings which mentions "**Issuer Not Cooperating**" since the ratings lack any projections or forward looking component as it is arrived based on the best available information without any management/banker's interaction.

The rating was due for review. BWR took up with the firm 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 issuer, 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, non-cooperation 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 rating should therefore take into account 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 (Rs Cr) [AS AVAILABLE WITH BWR]**

Key Parameters	Units	2018	2017
Result Type		Audited	Audited
Operating Revenue	In Crores	22.47	24.37
EBITDA	In Crores	2.52	2.65
PAT	In Crores	1.33	1.52
Tangible Net worth	In Crores	7.35	6.29
Total Debt/Tangible Net worth	In Times	0.44	0.20
Current Ratio	In Times	0.79	1.30

**COMPANY PROFILE (As per information available in 2019)**

AP Associates (APA) was set up in 2007 and was later reconstituted in 2011. It is a partnership firm and constructs roads, majorly in Uttar Pradesh. The company’s principal place of business is 55, Amba Enclave, Bulandshahr. Mr. Ashok Sharma & Mr. Pawan Kumar are the equal partners in the firm. Both the partners have more than 10 years of experience in the civil construction industry and are also associated with running other firms in the same line of business. The firm undertakes construction work procured through tenders issued by various departments/agencies of Govt. Of Uttar Pradesh and Uttarakhand. The firm also undertakes sub contracts from big private companies. The contractors have received Class A certification from PWD, Lucknow and Class AA certification from Irrigation and Water Resource Deptt., UP. The firm has earned a good reputation in and around Bulandshahr and NCR.

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

## RATING HISTORY

(Rating History of last three years including withdrawn or suspended rating)

Instrument / Facilities	Current Rating			Rating History*		
	Tenure	Amount (Rs Cr)	Rating	26.09.2019	23.05.2018	2017
Fund Based	Long Term	8.21	BWR B+ Stable Issuer not Cooperating Downgrade	BWR BB- Stable  Reaffirmed	BWR BB- Stable  Assigned	--
Non Fund Based		10.00				
<b>Total</b>		<b>18.21</b>	<b>INR Eighteen Crores and Twenty One Lakhs Only</b>			

\*RNR on 26.08.2019 and 28.09.2020.

## 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**

**AP Associates**

**Details of Bank Facilities rated by BWR**

S.No.	Name of the Bank	Type of Facilities	Long Term [Rs Cr]	Short Term [Rs Cr]	Total [Rs Cr]
1)	United Bank of India	Fund Based Cash Credit Bills Purchased* Term Loan	8.00 (4.00) 0.21	--	8.00 (4.00) 0.21
		Non Fund Based Bank Guarantee	10.00	--	10.00
<b>TOTAL</b>					<b>18.21</b>

**\*Sublimit of Cash Credit**

**Total Rupees Eighteen Crores and Twenty One Lakhs Only**

**ANNEXURE- II**

**Instruments (NCD/Bonds/CP) Details**

Instrument	Issue Date	Amount in ₹ Cr	Coupon Rate	Maturity Date	ISIN Particulars
NA	NA	NA	NA	NA	NA

**ANNEXURE- III**

**List of entities consolidated**

Name of Entity	% ownership	Extent of consolidation	Rationale for consolidation
NA	NA	NA	NA



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