

RATING RATIONALE

25 Nov 2019

A R Rail Vikas Services Pvt Ltd

Brickwork Ratings reaffirms the ratings for the Bank Loan Facilities ₹ 14.60 Crores of A R Rail Vikas Services Pvt Ltd based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (August, 2018)	Present
Fund based Cash Credit	1.10	1.10	Long Term	BWR BB (Stable)	BWR BB (Stable) Issuer Not Cooperating* Reaffirmation
Non Fund Based Bank Guarantee	13.50	13.50	Short Term	BWR A4	BWR A4 Issuer Not Cooperating* Reaffirmation
Total	14.60	14.60	INR Fourteen Crores & Sixty Lakhs Only		

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

* Issuer did not cooperate, based on best available information.

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

The rating of Bank Loan Facilities (Long Term) of the company have been reaffirmed at BWR BB(Stable) and Short term facilities have been reaffirmed at BWR A4 ,based on the best available information, under ‘Issuer Not Cooperating’ category because the company has not provided any information/papers and banker has not responded to our various communications regarding conduct of account.The industry that the company operates in has strong demand, influencing the company's Stable Outlook and there may be a possibility of turn around.

The rating was due for a review in August 2019. BWR took up with the company to provide required information for conducting a review of the ratings through emails dated



November 18, 19 & 20 2019 and telephone calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the company has not provided the same. Due to the continued lack of management cooperation and in the absence of adequate information from the Company, BWR is unable to assess the Company's ability to service its debt and maintain a valid rating. Hence, based on best available information, Brickwork Ratings has downgraded and migrated the rating to the ISSUER NOT COOPERATING* category.

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.

KEY FINANCIAL INDICATORS (in ₹ Cr) [As Available with BWR]

Key Parameters	Units	FY17	FY16
Result Type		Audited	Audited
Operating Revenue	₹ Cr	29.90	26.69
EBITDA	₹ Cr	2.08	1.53
PAT	₹ Cr	1.26	0.89
Tangible Net Worth	₹ Cr	10.44	9.18
Total Debt/Tangible Net Worth	Times	0.36	0.54
Current ratio	Times	1.05	1.21

COMPANY PROFILE

Incorporated in 1986, A R Rail Vikas Services Private Limited (ARRVSPL) is involved in the business of signaling and telecommunication engineering. The company is having its headquarters at Mumbai and representative office at New Delhi and Lucknow. The company undertakes various signaling and telecommunication projects for the Indian Railways. ARRSPL is managed by Mr. Rajpal Singh who has extensive industry experience.

NON-COOPERATION WITH PREVIOUS RATING AGENCY : NA

RATING HISTORY

Instrument / Facilities	Current Rating			Rating History		
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	2018	2017	2016
Fund Based	Long Term	1.10	BWR BB (Stable) Issuer Not Cooperating* Reaffirmation	BWR BB (Stable)	BWR BB (Stable)	BWR BB (Stable)
Non Fund Based	Short Term	13.50	BWR A4 Issuer Not Cooperating* Reaffirmation	BWR A4	BWR A4	BWR A4
Total		14.60	INR Fourteen Crores & Sixty Lakhs Only			

COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

Hyperlink/Reference to applicable Criteria

- [Trading Entities](#)
- [General Criteria](#)
- [Short Term Debt](#)

ANNEXURE I

A R Rail Vikas Services Pvt Ltd Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
1)	Bank Of Baroda	Cash Credit	1.10	-	1.10
2)		Bank Guarantee	-	13.50	13.50
TOTAL					14.60



Total Rupees Fourteen Crores & Sixty Lakhs only.

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