

ARISE AUTOMOTIVES PRIVATE LIMITED

Brickwork Ratings Reaffirmed the Long term ratings for the Bank Loan Facilities of ₹ 32.07 Crores of Arise Automotives Private Limited based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present		Previous (July, 2019)	Present
Fund Based Cash Credit Limit Term Loan	32.00 0.07	32.00 0.07	Long Term	BWR B+ Stable Upgraded	BWR B+ Stable Reaffirmed Issuer Not Cooperating#
Total	32.07	32.07	INR Thirty Two Crores Seven Lakhs Only		

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

Issuer did not co-operate; based on best available information.

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

BWR reaffirmed the long term bank loan ratings of BWR B+ Stable of Arise Automotives Private Limited based on the best available information as the Issuer did not Cooperate.

BWR rated Bank Loan facilities for Rs. 34.00 Crs (Fund based) of Arise Automotives Private Limited on 16 April 2018. The rating assigned was a long term rating of BWR B Stable. The rating was upgraded to BWR B+ Stable for bank loan facilities of Rs 32.07 crores on 11.07.2019. The rating was due for review in July 2020. BWR took up with the issuer / bank over emails / phone to provide adequate information. As per feedback received from the banker the conduct of account is regular and satisfactory. The company has also not provided No Default Statement. In the absence of adequate information from the issuer/Company, BWR is unable to assess the issuer's/Company'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	51.75	126.63
EBIDTA	Crs	0.83	5.07
PAT	Crs	(2.07)	0.84
Tangible Net Worth	Crs	1.23	3.08
TOL/TNW	Times	23.98	11.45
Current Ratio	Times	0.86	0.88

COMPANY PROFILE [AS AVAILABLE WITH BWR]

The company was incorporated on 23.08.2013. The company has been founded by Mr Sajad Ahmed Beigh, Mr Omar Ismail Beigh, and Mr Tufail Ahmad Khan, with commercial commencing in the year 2013, and is an authorised dealer of Hyundai Cars. The company is presently operating at Tengpora, and having further showrooms at Batmaloo (Srinagar), Sangrama Sopore, Bumhama Kupwara & Handwara. All the showrooms are on rented premises.

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	32.00 0.07	BWR B+ Stable Reaffirmed Issuer Not Cooperating	BWR B+ Stable Upgraded	BWR B Stable Assigned	NA
Total		32.07	INR Thirty Two Crores Seven 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](#)

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ANNEXURE I

Arise Automotives Private Limited Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Long Term/Short Term [₹ Cr]	Total[₹ Cr]
1	Jammu & Kashmir Bank	Fund Based Cash Credit Limit Term Loan	Long Term 32.00 0.07	32.07
TOTAL INR Thirty Two Crores Seven Lakhs Only				32.07

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