

RATING RATIONALE

28 Nov 2019

ASC Power Pvt Ltd

Brickwork Ratings revises the ratings for the Bank Loan Facilities ₹ 12.50 Crores of ASC Power 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	10.70	10.70	Long Term	BWR BB- (Stable)	BWR B+ (Stable) Issuer Not Cooperating* Downgrade
Non Fund Based	1.80	1.80	Short Term	BWR A4	BWR A4 Issuer Not Cooperating* Reaffirmation
Total	12.50	12.50	INR Twelve Crores & Fifty 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 downgraded to BWR B+ (Stable) from BWR BB(Stable) [Previous Rating] 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 & 22 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	17.60	16.14
EBITDA	₹ Cr	9.41	10.92
PAT	₹ Cr	0.43	0.32
Tangible Net Worth	₹ Cr	1.58	1.15
Total Debt/Tangible Net Worth	Times	3.02	7.50
Current ratio	Times	1.47	1.33

COMPANY PROFILE

The company was established in 1978 as a proprietorship concern under the name of Ambika Service Center. In 2011 the company was converted into a private limited entity and commenced operation under the name of ASC Power Pvt. Ltd. (ASCPPL). The company is managed by its two directors, Mr. Jeetendra Kothari and Mr. Kapil Kothari. The company undertakes on-site turnkey projects which involve supply, erection, testing, commissioning, and maintenance of electrical, instrumentation and mechanical engineering services

NON-COOPERATION WITH PREVIOUS RATING AGENCY : NA

RATING HISTORY

Instrument / Facilities	Current Rating			Rating History		
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	2018	Nov,2016	2015
Fund Based	Long Term	10.70	BWR B+ (Stable) Issuer Not Cooperating* Downgrade	BWR BB- (Stable)	BWR BB- (Stable)	BWR B+ (Stable)
Non Fund Based	Short Term	1.80	BWR A4 Issuer Not Cooperating* Reaffirmation	BWR A4	BWR A4	BWR A4
Total		12.50	INR Twelve Crores & Fifty 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

ASC Power 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 Maharashtra	Cash Credit	6.50	-	6.50
2)		Proposed Term Loan	4.20	-	4.20
3)		Bank Guarantee	-	1.80	1.80
TOTAL					12.50

Total Rupees Twelve Crores & Fifty Lakhs only.

Analytical Contacts	Investor and Media Relations
<p>Siddhi Kadakia Primary Analyst [Board: 022 67456666 Ext:648] Siddhi.k@brickworkratings.com</p> <p>Sushil Kumar Chitkara [Associate Director – Ratings] [Board:+91 22 2831 1426, +91 22 2831 1439] sushilkumar.c@brickworkratings.com</p>	<p>Liena Thakur Assistant Vice President - Corporate Communications +91 84339 94686 liena.t@brickworkratings.com</p>

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