

RATING RATIONALE

13 Oct 2020

ASIAN EDUCATION CHARITABLE SOCIETY

Brickwork Ratings downgrades the ratings for the Bank Loan Facilities of ₹19.46 crs of Asian Education Charitable Society based on best available information, as Issuer did not Cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (June'18)	Present
Fund based	19.46	19.46	Long Term	BWR BB-Stable Issuer not cooperating*	BWR B+ Stable Issuer not cooperating* Downgrade
Total	19.46	19.46	INR Nineteen crores and forty six lakhs only.		

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

* based on best available information.

Complete Details of Bank facilities is provided in Annexure-I

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

BWR downgrades the long term rating to BWR B+Stable “Issuer not cooperating” for Rs. 19.46 crs of Asian Education Charitable Society based on best available information, as Issuer did not cooperate.

The initial rating was done on 11th December 2015 with rating assigned BWR BB Stable. The rating was due for review in December 2016. The rating was downgraded to BWR BB- Stable Issuer did not cooperate on 21st June 2018.

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.

COMPANY PROFILE [As available with BWR]:

Asian Education Charitable Society was registered with the Registrar of Firms and Societies, Dehradun in January 1999 and under the Uttarakhand Registration and Regulation of Societies Act 2012. The society started a primary school in April 2000 under the name and style of “The Asian School” at Dehradun which was upgraded to senior secondary school in 2007 (upto class XII). The school is affiliated to Central Board of School Education (CBSE). The society is currently managed by its key members viz Mr. Amarjeet Singh and Mrs. Kuldeep Chawla.

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

RATING HISTORY (for three years including withdrawal and suspension)

Facilities	Current Rating (2020)			Rating History		
	Amount (₹ Cr)	Tenure (Long Term/ Short Term)	Rating	2019	2018	2017
Fund Based	19.46	Long Term	BWR B+ Stable Downgrade Issuer did not cooperate*	-	BWR BB- Stable Downgrade Issuer did not cooperate*	-
Total	19.46	INR Nineteen Crores and forty six lakhs only.				

***Based on best available information**

Any other 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

For any other criteria obtain hyperlinks from website:

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ANNEXURE I

[Asian Education Charitable Society]

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.	Oriental Bank of Commerce	Cash Credit	5.00	-	5.00
2.		Term Loan	14.46	-	14.46
Total			19.46	-	19.46

INR Nineteen crores and forty six lakhs only.



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