



Rating Rationale

Abdul Kalam Azad

22May2019

Brickwork Ratings has reviewed the Rating for the Bank Loan facilities of ₹ 16.00 Crores of Abdul Kalam Azad based on best available information, as the issuer did not cooperate. Accordingly the rating for the said instrument is as under

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present		Previous (Mar, 2018)	Present
Fund based Cash Credit	6.00	6.00	Long Term	BWR BB- (Pronounced as BWR Double B minus) (Outlook: Stable)	Issuer did not Co-operate; BWR BB- (Pronounced as BWR Double B minus) (Outlook: Stable) (Reaffirmed)
Non Fund Based Bank Guarantee	10.00	10.00	Short Term	BWR A4 (Pronounced as BWR A Four)	Issuer did not Co-operate; BWR A4 (Pronounced as BWR A Four) (Reaffirmed)
Total	16.00	16.00	₹ Sixteen Crores Only		

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings, Issuer did not co-operate; based on best available information

Ratings: Reaffirmed

Nature of Non-co-operation:

The rating was due for a review in March 2019 BWR took up with the issuer to provide required information over emails dated, 13.2.2019, 22.2.2019, 23.3.2019, 12.4.2019, 16.4.2019 and 14.5.2019 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/Firm, BWR is unable to assess the issuer's/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, noncooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress.

About the Firm (Information as available in March, 2018)

Abdul Kalam Azad is a proprietary concern established in 2001 at Thirthahalli, in Shimoga District of Karnataka. Mr. Abdul Kalam Azad is the proprietor of the firm. The firm is a Class-I civil contractor and undertakes tender based civil construction projects of Govt. departments. such as Road Construction Projects (i.e. National Highway construction work , road expansion and maintenance work, rural road development work, etc.) and Bridge Construction Projects with in the state of Karnataka. Major clients of the firm includes National Highways Authority of India (NHAI), Karnataka Public Works Department (KPWD), etc.

Rating History for the last three years

S.No	Facility	Current Rating (2019)			Rating History		
		Type	Amount (₹ Cr)	Rating^	15.3.2018	19.4.2017	25.1.2016
	Fund Based	Long Term	6.00	Issuer did not Co-operate; BWR BB- (Pronounced as BWR Double B minus) (Outlook: Stable) (Reaffirmed)	BWR BB- (Pronounced as BWR Double B minus) (Outlook: Stable)	BWR BB- (Pronounced as BWR Double B minus) (Outlook: Stable)	BWR B+ (Pronounced as BWR Single B Plus) (Outlook: Stable)
	Non Fund Based	Short Term	10.00	Issuer did not Co-operate; BWR A4 (Pronounced as BWR A Four) (Reaffirmed)	BWR A4 (Pronounced as BWR A Four)	BWR A4 (Pronounced as BWR A Four)	Not rated
	Total		16.00	₹ Sixteen Crores Only			

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

Status of non-cooperation with previous CRA : Nil

Any other information: Nil

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [What Constitutes Non-Cooperation](#)

For any other criteria obtain hyperlinks from website

Abdul Kalam Azad
Annexure I

Particulars	Units	2015	2016	2017
Net Sales/Revenues	₹ Cr	16.20	31.62	34.00
EBIDTA	₹ Cr	2.33	3.62	4.19
PAT	₹ Cr	0.90	1.52	2.10
Tangible Net worth	₹ Cr	5.71	7.17	8.76
Total Debt : TNW	Times	1.33	0.70	0.90
Current Ratio	Times	1.49	1.91	1.93

Note: As per the information available with BWR as in March 2018.

Analytical Contacts	Investor Contacts
----------------------------	--------------------------



<p>A P Kamath Senior Director - Ratings B : +91 80 4040 9940 apkamath@brickworkratings.com</p> <p>Iranna H Mujgond Ratings Analyst B : +91 80 4040 9940 Ext :336 iranna.m@brickworkratings.com</p>	<p>Satish Nair Director - Global Market Development & Investor Relations M : +91 7738875550 B : +91 80 6745 6666 satish.n@brickworkratings.com</p>
1-860-425-2742	

For print and digital media

The Rating Rationale is sent to you for the sole purpose of dissemination through your print, digital or electronic media. While it may be used by you acknowledging credit to BWR, please do not change the wordings in the rationale to avoid conveying a meaning different from what was intended by BWR. BWR alone has the sole right of sharing (both direct and indirect) its rationales for consideration or otherwise through any print or electronic or digital media.

Note on complexity levels of the rated instrument:

BWR complexity levels are meant for educating investors. The BWR complexity levels are available at www.brickworkratings.com/download/ComplexityLevels.pdf Investors queries can be sent to info@brickworkratings.com.

About Brickwork Ratings

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a leading public sector bank, as its promoter and strategic partner.

BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

DISCLAIMER

Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented “as is” without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons.