

## RATING RATIONALE

03 July 2020

### Abirami Engineering Construction & Co

**Brickwork Ratings downgrades the long term and reaffirms the short term ratings for the Bank Loan Facilities ₹ 9.00 Crs of Abirami Engineering Construction & Cobased on best available information, as the issuer did not cooperate.**

### Particulars

Facility Rated	Amount (Rs. Crs)		Tenure	Previous Rating	Present Rating
	Previous	Present		11th April 2018	
<b><u>Fund Based</u></b>	5.00	5.00	<b>Long Term</b>	<b>BWR BB- (Stable)  Upgraded</b>	<b>BWR B+ (Stable)  Downgraded ISSUER NOT COOPERATING *</b>
<b><u>Non-Fund Based</u></b>	4.00	4.00	<b>Short Term</b>	<b>BWR A4 (Stable)  Reaffirmed</b>	<b>BWR A4 (Stable)  Reaffirmed ISSUER NOT COOPERATING *</b>
<b>Total</b>	<b>9.00</b>	<b>9.00</b>	<b>Rupees Nine Crores Only</b>		

# Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings

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

### RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

In view of the non-availability of the information and lack of cooperation from the issuer, Brickwork Ratings has downgraded the long term ratings to 'BWR B+ /Stable and reaffirmed the short term ratings to BWR A4, 'Issuer Not Cooperating', for the bank loan facilities amounting to Rs. 9.00 Crores of Abirami Engineering Construction & Co .



The rating was due for a review in April,2019. BWR took up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the firm has not provided the same.

In the absence of adequate information and No Default Statements from the firm on a regular basis, BWR is unable to assess the firm's financial performance and its ability to service its debt and maintain a valid rating. Hence, based on best available information and bankers feedback, the rating is reaffirmed and migrated 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, non-cooperation 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**

The firm has not shared any details of its financial performance for the last two years.

### **COMPANY PROFILE**

Abirami Engineering Construction & Co is a partnership firm established in 2000. Mr. S Sabarish, Mrs. K.R. Shanti and Ms. S. Abinaya are the partners of the firm. The firm undertakes civil construction projects such as building, roads, transmission lines, civil works for both Government as well as private sector.

**NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY : CARE BB-/ CARE A4 ; Outlook Stable( Double B Minus Outlook Stable) as on July 31st , 2019.**

**RATING HISTORY for the past three years ( including suspended / withdrawn)**

Instrument / Facilities	Current Rating ( 2020)			Rating History		
	Tenure	Amount (₹ Crs)	Rating (2020)	11th April 2018	2017	9 <sup>th</sup> November, 2016
<b>Fund Based</b>	Long Term	5.00	BWR B+ (Stable) Downgraded ISSUER NOT COOPERATING *	BWR BB-(Stable) Upgraded	-	BWR B+ (Stable) Upgraded
<b>Non-Fund Based</b>	Short Term	4.00	BWR A4 (Stable) Reaffirmed ISSUER NOT COOPERATING *	BWR A4 (Stable) Reaffirmed	-	BWR A4 (Stable) Reaffirmed
<b>Total</b>		<b>9.00</b>	<b>INR Nine Crores Only</b>			

\*\* Initial Rating assigned BWR B/A4 (Outlook:Stable) for Rs.8.00 Crs on 12.2.2015 based on FY14 audited Issuer did not cooperate, based on best available information. \*

**COMPLEXITY LEVELS OF THE INSTRUMENTS**

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

**Hyperlink/Reference to applicable Criteria**

- [General Criteria](#)
- [What Constitutes Non-Cooperation](#)

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**ANNEXURE I**

**Abirami Engineering Construction & Co**

**Details of Bank Facilities rated by BWR**

Sl.No.	Name of the Bank	Type of Facilities	Long Term [₹ Crs]	Short Term [₹ Crs]	Total [₹ Crs]
1.	Tamilnad Mercantile Bank	Overdraft  BG	5.00  -	-  4.00	9.00
TOTAL					9.00

**Total Rupees Nine Crores Only**



**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.

**About Brickwork Ratings:**

Brickwork Ratings Private limited (BWR), a SEBI registered Credit Rating Agency, accredited by RBI and empanelled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empanelled 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 Private Limited (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 reason.