



Rating Rationale

Agarwal Packers & Movers Limited

7th March 2018

Brickwork Ratings has reviewed the ratings assigned to the Bank Loan Facilities of Rs. 80.89 Crores of Agarwal Packers & Movers Limited, based on best available information, as the issuer did not cooperate. Accordingly, the rating for the said Bank Loan Facilities is revised to BWR BB+ (Outlook: Stable)/A4+ ISSUER NOT COOPERATING*

Particulars

Facility Rated [#]	Amount (Rs. Crs)		Tenure	Rating ¹	
	Previous	Present		Previous	Present
Fund Based	73.89	73.89	Long Term	Rating Not Reviewed of BWR BBB - (Outlook: Stable)	BWR BB+ (BWR Double B Plus) ISSUER NOT COOPERATING* (Outlook: Stable) (Downgrade)
Non Fund Based	7.00	7.00	Short Term	Rating Not Reviewed of BWR A3	BWR A4+ (BWR A Four Plus) ISSUER NOT COOPERATING* (Downgrade)
Total	80.89	Rs. 80.89 Crores (INR Eighty Crores and Eighty Nine Lakhs Only)			

Banker: State Bank of India

¹Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

* Issuer did not cooperate; based on best available information.

[#] Annexure I shows details of credit facility

Ratings Downgraded

Nature of Non-Cooperation:

The rating was due for an annual review in December 2017. Brickwork Ratings took up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of Brickwork Ratings to get at least the minimum required information for a review, the Company has not provided the same. In the absence of an adequate information from the issuer, Brickwork Ratings is unable to assess the issuer's financial performance and its ability to service its bank loan obligations and



maintain a valid rating. Hence, on account of inadequate information and lack of management cooperation, Brickwork Ratings has downgraded the rating of the said bank loan facilities to **BWR BB+ (Outlook: Stable)/A4+ ISSUER NOT COOPERATING***

Limitation of the rating:

Information availability risk is a key factor in the assessment of credit risk as generally, non-co-operation by the rating 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.

About the Company

Agarwal Packers & Movers Ltd, is primarily engaged in the business of transportation of household goods – domestic and international, commercial bulk transportation of goods and transportation of cars. It also provides warehousing facility and air terminal management services.

Rating History for the last three years (including withdrawn/suspended ratings)

Sl. No.	Facility	Current Rating (Year 2018)			Rating History		
		Type	Amount (Rs Crs)	Rating	30 Dec 2016	2015	2014**
1	Fund Based	Long Term	73.89	BWR BB+ ISSUER NOT COOPERATING* (Outlook Stable) (Downgrade)	Rating Not Reviewed of BWR BBB - (Outlook: Stable)	N.A.	N.A.
2	Non Fund Based	Short Term	7.00	BWR A4+ ISSUER NOT COOPERATING* (Downgrade)	Rating Not Reviewed of BWR A3	N.A.	N.A.
TOTAL			80.89	Rs. 80.89 Crores (INR Eighty Crores and Eighty Nine Lakhs Only)			

* Issuer did not cooperate; based on best available information.

** BWR assigned the rating of BWR BBB – (Stable Outlook)/A3 on 1st August 2013

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [What constitutes Client Non-Cooperation](#)
- [Manufacturing Companies](#)



Agarwal Packers & Movers Limited

#Annexure I: Details of the bank loan facilities rated

Bank Name	Long Term (FB)			Short Term (NFB)	Total*	
	CC	TL – Total Limit		TL –Outstanding	BG	
State Bank of India	35.00	TL 1	8.25	23.45	7.00	65.45
		TL 2	6.75			
		CL 1	5			
		CL 2	8			
Corporation Bank	-	20.00		15.44	-	15.44
Total	35.00	-		38.89	7.00	80.89

* As per information furnished to BWR in 2013.