



## RATING RATIONALE

8 July 2020

### AMAR INFRASTRUCTURE PRIVATE LIMITED

Brickwork Ratings downgrades the ratings for the Bank Loan Facilities of ₹ 65.00 Crores of Amar Infrastructure Private Limited based on best available information, as the issuer did not cooperate.

#### Particulars

| Facility       | Amount (₹ Cr) |              | Tenure                           | Rating#   |   |
|----------------|---------------|--------------|----------------------------------|---|---|
|                | Previous      | Present      |                                  | Previous (March 2019)                           | Present   |
| Fund based     | 15.00         | 15.00        | Long Term                        | BWR BBB-<br>Stable<br>Issuer<br>Not-Cooperating | BWR BB<br>Stable<br>Issuer not cooperating<br>Downgrade |
| Non Fund Based | 50.00         | 50.00        | Short Term                       | BWR A3<br>Issuer<br>Not-Cooperating             | BWR A4<br>Issuer not cooperating<br>Downgrade           |
| <b>Total</b>   | <b>65.00</b>  | <b>65.00</b> | <b>INR Sixty Five crore Only</b> |   |   |

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

Details of Bank facilities/NCD/Bonds/Commercial Paper is provided in Annexure-I&II

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

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

Brickwork Ratings has downgraded the rating to BWR BB Stable/A4 Issuer not cooperating, based on best available information for the bank loan facilities amounting to Rs. 65cr on account of non availability of the information, lack of management cooperation resulting in uncertainties on performance of the company and the status of the account and non submission of NDS.

**LIMITATIONS OF THE RATING**

The lenders may note to exercise due caution while using the above ratings which mentions "Issuer Not Cooperating" since the ratings lack any projections or a forward looking component as it is arrived based on the best available information on the company without any management/banker's interaction.

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 at the time of last rating]

| Particulars        | Units | 2015  | 2014  |
|--------------------|-------|-------|-------|
| Net Sales/Revenues | ₹ Cr  | 77.47 | 73.44 |
| EBIDTA             | ₹ Cr  | 10.26 | 9.15  |
| PAT                | ₹ Cr  | 2.36  | 2.71  |
| Tangible Networth  | ₹ Cr  | 33.45 | 31.06 |
| Total Debt : TNW   | Times | 0.92  | 0.88  |
| Current Ratio      | Times | 2.34  | 2.11  |

*Note: As per information available with BWR*

**COMPANY PROFILE** [as available with BWR at the time of last rating]

Established in 1987, Amar Infrastructure Limited (AIL, initially known as Amar Builders) as a partnership firm with 3 partners engaged into the business of Civil construction activity. The firm was reconstituted and presently, it has four promoters.

**NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY:** INC IND BBB/A3+ as the issuer did not participate in the rating exercise despite continuous requests and follow-ups by the agency.

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

| S.No | Instrument /Facility  | Current Rating (2020)        |               |   | Rating History  |      |      |
|------|-----------------------|------------------------------|---------------|---|---|------|------|
|      |                       | Type (Long Term/ Short Term) | Amount (₹ Cr) | Rating <sup>^</sup>   | 2019  | 2018 | 2017 |
|      | <b>Fund Based</b>     | Long Term                    | 15.00         | <b>BWR BB<br/>Stable<br/>Issuer not cooperating<br/>Downgrade</b> | <b>BWR BBB-<br/>Stable<br/>Issuer not Cooperating</b> | NA   | NA   |
|      | <b>Non Fund Based</b> | Short Term                   | 50.00         | <b>BWR A4<br/>Issuer not cooperating<br/>Downgrade</b>            | <b>BWR A3<br/>Issuer not Cooperating</b>              | NA   | NA   |
|      | <b>Total</b>          |                              | <b>65.00</b>  | <b>₹Sixty Five Crores Only</b>                                    |   |      |      |

<sup>^</sup>Issuer did not co-operate; 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**
- **Approach to Financial Ratios**
- **What constitutes Non - co-operation?**
- **Short Term Debt**

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### ANNEXURE I

Amar Infrastructure Private Limited

#### 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 India    | Cash Credit        | 15.00            | -                 | 15.00        |
| 2            |                  | Bank Guarantee     | -                | 50.00             | 50.00        |
| <b>TOTAL</b> |                  |                    |                  |                   | <b>65.00</b> |

**Total Rupees: Sixty Five crore only.**

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**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.