



## RATING RATIONALE

19 Aug 2020

### Ambience Education Society

**Brickwork Ratings has reviewed the rating for the Bank Loan Facilities of Rs 35.11 Crs of Ambience Education society based on best available information, as the issuer did not cooperate.**

#### Particulars

Facility**	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present		Previous (12 Sep 2019)	Present
Fund based	35.11	35.11	Long Term	BWR C	BWR C (ISSUER NOT COOPERATING)#
<b>Total</b>	<b>35.11</b>	<b>35.11</b>	<b>(Rs Thirty Five Crores and Eleven Lakhs 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

\*\* Details of Bank facilities in Annexure-I

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

BWR took up with the issuer to provide required information over emails dated 12 Aug 2020 and over phone calls. Despite the best efforts of BWR to get the minimum required information for a review, the entity has not provided the same. The entity has also not been submitting the NDS. In the absence of adequate information from the Company, BWR is unable to assess the company's performance, its ability to service its debt and maintain a valid rating. Due to Issuer non cooperation, BWR has reviewed the rating based on best available information and revised the rating to BWR C (ISSUER NOT COOPERATING)

#### Limitations of the Rating:

Information availability risk is a key factor in the assessment of credit risk and non-cooperation by the issuer 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

Key Parameters	Units	FY 18.	FY 19
Result Type		Audited	Audited
Operating Income	Rs in Crs	12.59	12.46
EBITDA	Rs in Crs	0.9	-0.2
Net Profit	Rs in Crs	-7.91	-8.33
Adjusted Corpus Fund <sup>#</sup>	Rs in Crs	-11.45	-19.63
Total Debt	Rs in Crs	62.48	68.75
Total Debt : Corpus Fund	Times	-5.46	-3.5

*# After adjusting for unsecured loans from promoters and related parties*

### About the Company (as available in Sep 2019 )

Ambience Education Society (erstwhile Hillgrove Education Society) belongs to the New Delhi based Ambience Group and was started in 1971. It is running and operating a school in the name of Ambience Public School (erstwhile Hillgrove Public School) at Safdarjung Enclave, New Delhi. Ambience Education Society is registered under Section 25 of the Company Act, 1956. Ambience Education School is a senior secondary school and has classes from Nursery to 12<sup>th</sup> Standard. The School is recognized by Directorate of Education: Delhi and is affiliated to Central Board of Secondary Education (C.B.S.E). The school presently has 1367 students.

### NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY - Not applicable

### RATING HISTORY for last three years including withdrawal and suspended

Instrument / Facilities	Current Rating (2020)			Amount in Rs Crs						
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)		12 Sep 2019*			16 March 2018			2017*
Fund Based	Long Term	35.11	BWR C (ISSUER NOT COOPERATING) Reaffirmation	FB	35.11	BWR C (Downgrade)	FB	39.02	BWR B (Stable) Reaffirmation	---
<b>Total</b>		<b>35.11</b>		<b>Rs Thirty Five Crores and Eleven Lakhs Only</b>						



**\*Initial Rating of BWR B was assigned on 2 Feb 2015 and was reaffirmed on 23 May 2016. The Rating was moved to Rating Not reviewed on 27 October 2017 and again on 17 June 2019**

## 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-Cooperation](#)

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## Ambience Education Society -ANNEXURE I -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	Punjab and Sind Bank	Term Loan	35.11	-	35.11
<b>TOTAL</b>					<b>35.11</b>

**(Rs Thirty Five Crores and Eleven Lakhs 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.