

RATING RATIONALE

7 Nov 2020

Amritsar Development Authority

Brickwork Ratings revises the Ratings for the Bank Loan facilities of ₹ 55.15 Crores of Amritsar Development Authority (ADA) and maintains the rating in the 'Issuer not cooperating category' based on best available information, as the issuer did not cooperate.

Particulars:

Facility	Amount (Rs.Crs)		Tenure	Rating#	
	Previous	Present		Previous (Sept 2019)	Present
Fund Based	55.15	55.15	Long Term	Issuer Not Cooperating BWR BB- (Stable)	Issuer Not Cooperating BWR B+ (Stable) Downgraded
Total	55.15	55.15	INR Fifty Five Crore and Fifteen Lakhs Only		

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

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

Rating Action / Nature Of Non-Cooperation

BWR has revised the rating assigned to the bank loan facilities of Amritsar Development Authority (ADA) based on the best available information.

The review of the rating was due for review, however, despite follow-up, the client has not submitted the required information to undertake a meaningful review of the rating assigned to the authority's bank loan facilities. ADA is also not submitting the monthly No Default Statement.

As the information is not available, BWR is unable to assess the financial risk profile of the authority and its ability to repay its debt on time 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.

Key Financial Indicators [As available in March 2018]

Particulars	Unit	FY16 (A)	FY17 (A)
Revenue	Rs. Crores	18.84	11.65
EBITDA	Rs. Crores	(1.06)	(6.71)
PAT	Rs. Crores	(1.21)	(6.91)
Networth	Rs. Crores	8.94	2.04

Company Profile (As available in March 2018)

Amritsar Development Authority, Amritsar (ADA) constituted under the Punjab Regional and Town Planning & Development Act, 1995 by way of a notification by the Punjab Government and has been made functional from July 16, 2007. The Authority has been constituted for the execution of plans and programmes under the Act so as to work under the direction of the Punjab Regional and Town Planning & Development Board. The Authority has been empowered to acquire, hold and disposal of both movable and immovable property.

Non-cooperation With Previous Rating Agency If Any: NA

Rating History For The Previous Three Years

Sl. No.	Facilities	Current Rating			Rating History		
		Tenure	Amount (Rs. Crs)	Rating	2019	2018	2016
1.	Term Loan	Long Term	55.15	Issuer Not Cooperating BWR B+/Stable	Issuer Not Cooperating BWR BB-Stable	BWR BB Stable	NA
Total			55.15	INR Fifty Five Crores and Fifteen Lakhs Only			

Complexity Levels Of The Instruments

For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [What Constitutes Non-cooperation](#)
- [Public Finance - Municipal & Urban Local Bodies](#)

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Amritsar Development Authority

Annexure I

Details of bank facilities rated by BWR

Sl. No.	Name of the Bank	Type of Facilities	Long Term (₹ Cr)	Total (₹ Cr)
1.	Punjab National Bank	Term Loan	55.15	55.15
Total				55.15

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