



Rating Rationale

Arca Education Society

9 Oct 2018

Brickwork Ratings has reaffirmed the rating based on best available information and simultaneously withdrawn the Rating for the Bank Loan facilities of ₹ 3.41 Crs of Arca Education Society (AES or 'the Society')

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present [^]		Previous (Nov, 2017)	Present
Fund Based	3.41	3.41	Long Term	Issuer did not Cooperate; BWR C- (Pronounced as BWR Single C Minus)	Reaffirmation of rating BWR C- and simultaneously withdrawal of the rating BWR C- (Pronounced as BWR Single C Minus)
Total	3.41	3.41	₹ Three Crores and Forty One Lakhs Only		

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

[^] as per last known information.

Ratings: Reaffirmation and simultaneously withdrawal

The mandate was last rated on 21.5.2015 by BWR and was due for review in May 2016. However, despite close follow-up, the society did not provide any business and financial etc- information to complete the review process. In the absence of receipt of required information for review, rating was placed under "Issuer did Not Cooperate" in Nov 2017.

Continued follow-up with **Arca Education Society** has not resulted in any information flow and as such, review of rating has not been possible.

Considering the lack of developments and based on publicly available information, Brickwork ratings has reaffirmed the rating as mentioned above and simultaneously withdrawn the same as per the withdrawal policy of Brickwork Ratings. The reaffirmation is not supported by updated business and financial data, therefore the rating may not reflect the present position of the bank loan exposure of the society as information availability risk is a key factor in the assessment of credit risk.

About the society (Information available in May 2015)

Arca Education Society(AES) was established in 2008 by Mr. M. Narasimha Murthy and family. The society was established with the vision to become a global role model for teaching and learning. The registered office of the society is in Hyderabad. At present the society is co-managing an international school namely Global Indian International School (GIIS Uppal Campus - Hyderabad) with Singapore based Global Schools Foundation(GSF). The School offers education from Nursery to Standard XII under CBSE/IGCSE.

Rating History for the last three years

Facility	Current Rating (2018)			Rating History		
	Type	Amount (₹ Cr)	Rating	8.11.2017	30.12.2016	21.5.2015
Fund Based	Long Term	3.41	Reaffirmation of rating BWR C- and simultaneously withdrawal of the rating BWR C- (Pronounced as BWR Single C Minus)	Issuer did not Cooperate; BWR C- (Pronounced as BWR Single C Minus)	Rating Not Reviewed	BWR C (Pronounced as BWR Single C)
Total		3.41	₹ Three Crores and Forty One Lakhs Only			

Status of non-cooperation with previous CRA: Nil

Any other information: Nil

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
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For print and digital media



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Note on complexity levels of the rated instrument:

BWR complexity levels are meant for educating investors. The BWR complexity levels are available at www.brickworkratings.com/download/ComplexityLevels.pdf Investors queries can be sent to info@brickworkratings.com.

About Brickwork Ratings

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled 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. BWR has rated debt instruments/bonds/bank loans, securitized paper of over ₹ 11,99,663 Cr. In addition, BWR has rated over 6819 MSMEs. Also, Fixed Deposits and Commercial Papers etc. worth over ₹48,803 Cr have been rated.

BWR has rated over 30 PSUs/Public Sector banks, as well as many major private players. BWR has a major presence in ULB rating of nearly 102 cities

DISCLAIMER

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