



Rating Rationale

Arihant Wheels and Cycles Pvt. Ltd.

28 Nov 2019

Brickwork Ratings reaffirms and withdraws the ratings simultaneously, for the Bank Loan Facilities of ₹. 8.90 Crores of Arihant Wheels and Cycles Pvt. Ltd.

Particulars

Facility	Amount (₹ Crs)		Tenure	Rating*	
	Previous	Present		Previous (Feb, 2018)	Present
Fund Based	8.90	8.90	Long Term	BWR D Downgraded Issuer did not cooperate	BWR D Reaffirmed Withdrawn
Total	8.90	8.90	INR Eight crores and ninety lakhs only		

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings
Complete details of Bank facilities is provided in Annexure-I

Rating Action / Withdrawal

The initial rating was done on 22 May 2015 with rating assigned as BWR C. The Surveillance review was done on 28 Dec 2016 and rating then moved to Rating Not Reviewed category on 28 December 2016, after that the long term rating was downgraded and migrated to Issuer Non-Cooperation category as BWR D on 28 Feb 2018. BWR reaffirms the rating at BWR D and withdraws the rating simultaneously. Despite the best efforts of BWR to get at least the minimum required business and financial information and documents for a review, the issuer has not provided the same and In the absence of adequate information from the issuer, BWR is unable to assess the issuer's financial performance and its ability to service its debt and maintain a valid rating. A notice for withdrawal was sent to the borrower and lender on 23 Sep 2019. Neither the issuer Arihant Wheels and Cycles Pvt. Ltd nor the lender has responded to our email.

The aforesaid rating action may not reflect the present position of the company's financial risk profile as no further information provided. Information availability risk is a key factor in the assessment of credit risk.

About the Company (Information as available in May 2015)

Arihant Wheels and Cycles Pvt Ltd was incorporated in 2007 and started its commercial production in 2011 with the manufacturing of bicycle chains. the company is promoted by Mr. Bimal Choudhary and Mr. K. K. Choudhary and has its registered office situated in Gorakhpur, Uttar Pradesh.

Rating History for the last three years

S.No	Instrument /Facility	Current Rating (Nov, 2019)			Rating History*		
		Type (Long Term/ Short Term)	Amount (₹ Crs)	Rating	FY18	FY17	FY16
	Cash Credit	Long Term	4.54	BWR D Reaffirmed Withdrawn	BWR D Downgraded Issuer did not cooperate	-	Rating Not Reviewed
	Term Loan		4.36				
	Total		8.90	INR Eight crores and ninety lakhs only			

*BWR had initially assigned the rating of BWR C on 22 May 2015.

COMPLEXITY LEVELS OF THE INSTRUMENTS

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

Hyperlink/Reference to applicable Criteria

<https://www.brickworkratings.com/download/Criteria-FinancialRatios.pdf>

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Arihant Wheels and Cycles Pvt. Ltd.

ANNEXURE I

Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Long Term (₹ Cr)	Total (₹ Cr)
1	Union Bank Of India	Cash Credit	4.54	4.54
2		Term Loan	4.36	4.36

Total INR Eight crores and ninety lakhs only

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