



## RATING RATIONALE

27 Jan 2020

### Arnab Poultry Farm (P) Ltd.

**Brickwork Ratings Downgrades the rating for the Bank Loan Facilities of Rs. 5.89 Crs. of Arnab Poultry Farm (P) Ltd. based on best available information, as the issuer did not cooperate.**

| Facilities**          | Amount (Rs. Crs) |             | Tenure   | Rating#        |                     |  |
|-----------------------|------------------|-------------|--|----------------|---------------------|--|
|                       | Previous         | Present     |  | Previous       |                     | Present                                  |
|                       |                  |             |  | Sept. 2018     | Sept. 2019          |  |
| Fund based (Proposed) | 5.89             | 5.89        | Long Term  | BWR B-(Stable) | Rating Not Reviewed | BWR C Downgraded Issuer Not Cooperating* |
| <b>Total</b>          | <b>5.89</b>      | <b>5.89</b> | <b>Rs. Five Crore and Eighty Nine 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 is provided in Annexure-I

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

In view of the non-availability of the information and lack of cooperation from the issuer, Brickwork Ratings has downgraded the long term rating from “BWR B-(Stable)” to “BWR C Issuer Not Cooperating”, for the bank loan facilities amounting to Rs.5.89 Crores of **Arnab Poultry Farm (P) Ltd.**

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

The rating was due for a review in September 2019. BWR took up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the entity has not provided the same. In the absence of adequate information from the issuer, BWR is unable to assess the company's financial performance and its ability to service its debt 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. Users of the credit rating should therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non- transparency and withholding of the information required for a review of the rating.

## KEY FINANCIAL INDICATORS [AS AVAILABLE WITH BWR]

| Key Financial Indicators      | Units | FY 17   | FY 16   |
|-------------------------------|-------|---------|---------|
| Result Type                   |       | Audited | Audited |
| Operating Revenue             | ₹ Cr  | 2.75    | 0.96    |
| EBITDA                        | ₹ Cr  | 0.03    | 0.05    |
| PAT                           | ₹ Cr  | 0.01    | (0.01)  |
| Tangible Net Worth            | ₹ Cr  | 0.39    | 0.38    |
| Total Debt/Tangible Net Worth | Times | 0.00    | 0.00    |
| Current Ratio                 | Times | 0.82    | 1.49    |

## COMPANY PROFILE (Information as available in Sept, 2018)

Arnab Poultry Farm (P) Ltd. was registered at the Registrar of Companies Kolkata on 14/06/2012 and is categorised as Company limited by Shares and a Non-govt. company. The company is currently running 30000 layer units at Bankura. Mr. Anup Dey, Mr. Apurba Dey, Mrs. Mita Dey, Mr. Sadhan Dey & Mrs. Sonali Dey are the current directors of the company. The company is in the process of poultry broiler parent breeding unit with 15000 birds' capacity under 1+1+3 rearing system along with broiler integration and other necessary infrastructure.

## NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY: Nil

## RATING HISTORY

| Facilities               | Current Rating |                  |  | Rating History         |                    |      |
|--------------------------|----------------|------------------|--|------------------------|--------------------|------|
|                          | Tenure         | Amount<br>(₹ Cr) | Rating   | 25, Sep,<br>2019       | 24, Sep,<br>2018   | 2017 |
| Fund Based<br>(Proposed) | Long<br>Term   | 5.89             | BWR C<br>Downgraded<br>Issuer Not Cooperating*   | Rating Not<br>Reviewed | BWR B-<br>(Stable) | NA   |
| <b>Total</b>             |                | <b>5.89</b>      | <b>INR Five Crore and Eighty Nine Lakhs Only</b> |                        |                    |      |

## 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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**ANNEXURE I**

**Arnab Poultry Farm (P) Ltd.**

**Details of Bank Loan Facilities rated by BWR**

| <b>Sl. No.</b>  | <b>Name of the Bank</b> | <b>Type of Facilities</b>   | <b>Long Term [Rs. Crs]</b> | <b>Short Term [Rs. Crs]</b> | <b>Total [Rs. Crs,]</b> |
|---|-------------------------|-----------------------------|----------------------------|-----------------------------|-------------------------|
| <b>1.</b>   | <b>Canara Bank</b>      | <b>Term Loan-Proposed</b>   | <b>3.50</b>                | <b>-</b>                    | <b>3.50</b>             |
|   |                         | <b>Cash Credit-Proposed</b> | <b>2.39</b>                | <b>-</b>                    | <b>2.39</b>             |
| <b>TOTAL Rupees Five Crore and Eighty Nine Lakhs only</b> |                         |                             |                            |                             | <b>5.89</b>             |

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