

RATING RATIONALE

Arneja Carriers Pvt Ltd

31 March 2020

Brickwork Ratings Downgrades the long term rating for the Bank Loan Facilities of ₹ 9.64 Crores of Arneja Carriers Pvt Ltd on best available information, as the issuer did not cooperate.

Particulars

Facility Rated	Amount(Rs Crs)		Tenure	Rating#	
	Previous	Present		Previous (March 2019)	Present
Fund Based Cent Trade Scheme-OD	5.00	5.00	Long Term	BWR B- Outlook:Stable (Pronounced as BWR B Minus) Issuer Not Cooperating*	BWR C+ Downgraded Issuer Not Cooperating*
Cent Mortgage Term Loan	4.64	4.64	Long Term		
Total	9.64	9.64	Rs 9.64Crores(Rupees Nine Crores and Sixty Four Lakhs Only)		

Please refer to BWR website 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

The rating of Long term Bank Loan Facilities of the firm have been downgraded to BWR C+ and based on best available information under 'Issuer Not Cooperating' category because the

company has not provided any information/papers despite our various communications vide email/phone calls/messages The bankers have also not replied to our various mails regarding conduct of account.

BWR took up with the issuer consistently to provide required information over emails dated 28 March 2020 and 30 March 2020 and telephonic communication. Emails were sent to bankers dated 28 March 2020 and 30 March 2020. 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 entity, 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 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 (in ₹ Cr) [AS AVAILABLE WITH BWR]

Key Parameters	Units	FY 16	FY 15
Result Type		Audited	Audited
Net Sales/Revenues	₹ Cr	22.34	24.73
EBITDA	₹ Cr	1.65	1.50
PAT	₹ Cr	0.09	-1.76
Tangible Net Worth	₹ Cr	1.01	1.06
Total Debt : TNW	Times	16.15	13.60
Current Ratio	Times	0.88	0.95

COMPANY PROFILE(As per the information available in May 2017)

Arneja Carriers Pvt Ltd is a Private Limited Company incorporated on 1st December 2001 at Indore, Madhya Pradesh. The Company provides road transportation services. Apart from this, the company operates a retail outlet for Bharat Petroleum. Mr. Surinder Singh Arneja and Mr. Surjeet Singh Arneja are the directors of the company with more than 20 years experience in the transportation/logistics business.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY : ICRA Suspended D rating for BLR of Rs 5.00 Crs on 31 Oct 2014

RATING HISTORY

(Rating History for the last three years (including withdrawn/suspended ratings))

Instrument / Facilities	Current Rating			Rating History		
	Tenure	Amount (₹ Cr)	Rating	30.03.2019	2018	09.05.2017
Fund Based Cent Trade Scheme-OD	Long Term	5.00	BWR C+ Downgraded Issuer Not Cooperating	BWR B- Outlook:Stable (Pronounced as BWR Single B Minus) Issuer Not Cooperating	-	BWR B (Outlook:Stable) (Pronounced as BWR Single B)
Cent Mortgage Term Loan	Long Term	4.64				
Total		9.64	INR Nine Crores and Sixty Four Lakhs Only			

RNR on 10 Aug 2018

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](#)

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ANNEXURE I

Arneja Carriers Pvt Ltd

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)	Central Bank Of India	Fund Based Cent Trade Scheme-OD	5.00	-	5.00
2)		Cent Mortgage Term Loan	4.64	-	4.64
TOTAL					9.64

Total Rupees Nine Crores and Sixty Four Lakhs Only

ANNEXURE II

INSTRUMENT (NCD/Bonds/CP) DETAILS

Instrument	Issue Date	Amount in ₹ Cr	Coupon Rate	Maturity Date	ISIN Particulars
NA	NA	NA	NA	NA	NA

ANNEXURE III

List of entities consolidated

Name of Entity	% ownership	Extent of consolidation	Rationale for consolidation
NA	NA	NA	NA

For print and digital media

The Rating Rationale is sent to you for the sole purpose of dissemination through your print, digital or electronic media. While it may be used by you acknowledging credit to BWR, please do not change the wordings in the rationale to avoid conveying a meaning different from what was intended by BWR. BWR alone has the sole right of sharing (both direct and indirect) its rationales for consideration or otherwise through any print or electronic or digital media.

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DISCLAIMER

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