

RATING RATIONALE

08 June 2026

Arnold Holdings Limited

Brickwork Ratings (BWR) Reaffirmed the rating for bank loan facilities of Rs. 100.00 Crs of Arnold Holdings Limited based on best available information, as the issuer did not cooperate.

Particulars:

Facilities**	Amount Rated (Rs. Crs.)		Tenure	Rating#	
	Previous	Present		Previous (16 May 2025)	Present
Bank Loans (Proposed Fund-based working capital)	100.00	100.00	Long Term	BWR B-/Stable/ Continues to be in ISSUER NOT COOPERATING* category/ Downgraded	BWR B-/Stable/ Continues to be in ISSUER NOT COOPERATING* category/ Reaffirmed
Total	100.00	100.00	Rupees One Hundred crores 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 facilities provided in Annexure- I					

RATING ACTION/OUTLOOK/NATURE OF NON-COOPERATION

Brickwork Ratings (BWR) has Reaffirmed the ratings at BWR B-/Stable and continues to be in ISSUER NOT COOPERATING* category for proposed bank loan facilities of Rs. 100.00 crores of Arnold Holdings Limited (“AHL” or “the Company”).

Brickwork Ratings (BWR) has consistently taken up with the company through emails and telephone calls to provide the requisite information for the review of the ratings. Despite the best efforts of BWR to get at least the minimum required information for a review, the company continued to be non-cooperative. Further, the company has not been submitting the monthly ‘No Default Statement’ (NDS) in deviation from the extant guidelines. The company has not been submitting NDS to BWR since October 2021. BWR is unable to assess the entity’s financial performance and its ability to service its debt and maintain a valid rating. Thereby, on account of inadequate information and lack of management cooperation for the review of rating, BWR has downgraded the long-term ratings at BWR B-/Stable and continues the rating under the Issuer Not cooperating category.

The lenders/investors may note to exercise due caution while using the rating that mentions "ISSUER NOT COOPERATING" since the rating lacks any projections or forward-looking component, as it is arrived at based on the best available information without any management/banker's interaction.

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 withholding of information required for a review of the rating.

KEY FINANCIAL INDICATORS (AS AVAILABLE WITH BWR)

Please refer to the following link for the previous detailed rationale that captures the Key financial indicators. [View document](#)

COMPANY'S PROFILE

Arnold Holdings Ltd (the Company), a BSE-listed non-deposit taking NBFC incorporated in 1981, is engaged in lending to MSME and investment in shares. The company is primarily focused on providing inter-corporate loans, personal loans, loans against shares & securities, loans against properties, trade financing, bills discounting, and trading in shares & securities. The Company, with a portfolio mix of MSME clientele base and investments in shares, had planned to expand its MSME loan book by tapping the potential market in the pharma sector of the Hyderabad region and generate better profits for the Company, at the time of assignment of rating in Jan 2021.

NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY IF ANY: The Client does not have Non-Cooperation ratings with other Credit Rating Agencies.

Any Other Information: None

RATING HISTORY FOR THE PREVIOUS THREE YEARS (Including withdrawal and suspended)

Sr.no	Name of Instrument	Ratings			Rating History for the past 3 years		
		Type	Amount (Rs. Crore)	Rating as at June 2026	Rating as at 16 May 2025	2024 (17 May 2024)	2022 (17 Feb 2023)
1	Bank Loans (Proposed fund based working capital)	Long Term	100.00	BWR B-/ Stable continues to be in ISSUER NOT COOPERATING# category/ Reaffirmed	BWR B-/ Stable continues to be in ISSUER NOT COOPERATING# category/ Downgrade	BWR B/ Stable continues to be in ISSUER NOT COOPERATING# category/ Downgraded	BWR B+/ Stable continues to be in ISSUER NOT COOPERATING# category/ Downgraded
Total			100.00	Rupees One Hundred Crores Only			

#Issuer did not cooperate; based on best available information

Reference to Applicable Criteria:

- **General criteria**
- **Approach to Financial Ratios**
- **Banks and Financial Institutions**
- **Policy on Issuer Non-Cooperation**

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Arnold Holdings Limited

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

Sr. No.	Name of the Bank/Lender	Type of Facilities	Long Term (Rs.Crs.)	Short Term (Rs.Crs.)	Total (Rs.Crs.)	Complexity of the instrument*
1	NA	Bank Loans (Proposed Fund-based working capital)	100.00	0.00	100.00	Simple

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

**ANNEXURE II
INSTRUMENT (NCD/Bonds/CP/FDs) DETAILS**

Instrument	Issue Date	Amount raised (Rs Crs.)	Amount Outstanding (Rs Crs)	Coupon rate	Maturity Date	ISIN Particulars	Complexity of the instrument*
NA	NA	NA	NA	NA	NA	NA	NA

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

**ANNEXURE III
List of entities consolidated**

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

List of instruments and regulators

Instrument/Activity	Regulator
Listed/Proposed to be listed bonds/debentures/preference share (all securities)	SEBI
Unlisted/Proposed to be unlisted Bonds/Debentures/ Preference share (all securities)	MCA
Listed PTCs / Securitisation Notes (originated by entities regulated by RBI) ¹	SEBI
Listed PTCs / Securitisation Notes (originated by entities not regulated by RBI) ⁻¹	SEBI
Unlisted PTCs / Securitisation Notes (originated by entities regulated by RBI) ⁻¹	RBI
Listed Commercial Paper and NCDs with original maturity less than 1 year	RBI
Unlisted Commercial Paper and NCDs with original maturity less than 1 year	RBI
Loan Facilities (Fund/Non-Fund Based) from Bank/NBFCs/NHB/Fis ⁻²	RBI
External Commercial Borrowings and other similar borrowings	RBI
Certificates of Deposit	RBI
Fixed Deposits raised by NBFC's, Banks, HFCs, Fis	RBI
Fixed Deposits raised by corporates other than NBFCs, Banks, HFCs, Fis	MCA
Inter Corporate Deposits/Loans extended by Corporates	MCA
Borrowing programme ⁻³	-
Issuer Ratings ⁴	-
Credit Ratings for Capital Protection Oriented Schemes (by Mutual Funds and AIFs)	SEBI
Credit quality ratings (CQRs) for Mutual Fund Schemes and Schemes of AIFs	SEBI
Listed Security Receipts	SEBI
Unlisted Security Receipts	RBI
Independent Credit Evaluation (ICE)	RBI
Expected Loss Ratings (for Loan Facilities (Fund/Non-Fund Based) from Bank/NBFCs/NHB/Fis)	RBI
Expected Loss Ratings (Listed/Proposed to be listed bonds/debentures/preference share (all securities))	SEBI
Expected Loss Ratings (Unlisted/Proposed to be unlisted Bonds/Debentures/Preference share (all securities))	MCA
Unlisted PTCs / Securitisation Notes (originated by entities not regulated by RBI) ⁻¹	Investor-side Regulator, such as IRDAI,

	PFRDA ⁵
Monitoring Agency	SEBI
Research activities, incidental to rating, such as research for Economy, Industries and Companies ⁶	NA

- Includes securitisation transactions involving assignee payout and acquirer's payout.
- Includes bank facilities such as liquidity facility, second loss facility that are part of securitisation transactions.
- The rated instrument may involve issuance of different instruments such as debt securities (listed or otherwise), bank loans, commercial paper (listed or otherwise), etc. The regulator of the instrument may accordingly be SEBI, RBI or MCA and can only be determined upon issuance. In PRs subsequent to issuance(s), BWR shall separately capture the rated quantum details along with the names of respective regulators.
- There is no instrument being rated, and hence, the Regulator of the Instrument is not applicable.
- These ratings were assigned during the regulatory regime prior to the introduction of SEBI CRA Circular dated Feb 10, 2026, and accordingly, investor side regulators have been included.
- Permitted by SEBI vide SEBI Master Circular for CRAs

Grievance Management: For any grievances relating to the rating of instruments regulated by SEBI, please contact sebigrievance@brickworkratings.com. Kindly note that for activities or instruments falling under the purview of FSRs other than SEBI, the grievance/dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available

For any grievances relating to the rating of instruments regulated by other FSR (Financial Sector Regulators), please contact grievance@brickworkratings.com

Print and Digital Media

About Brickwork Ratings

Brickwork Ratings (BWR), a Securities and Exchange Board of India [SEBI] registered Credit Rating Agency and accredited by Reserve Bank of India [RBI]. BWR is the 5th agency to get a credit rating registration in India in 2009 and its corporate office in Bengaluru. It has a country-wide presence with representatives in 150+ locations. Canara Bank is Brickwork's strategic partner and promoter.

Brickwork offers credit ratings of Bank Loan, Non- convertible/convertible / partially convertible debentures and other capital market instruments and bonds, Commercial Paper, perpetual bonds, asset-backed and mortgage-backed securities, partial guarantees and other structured / credit enhanced debt instruments, Security Receipts, Securitisation Products, Municipal Bonds, etc. BWR has also rated NGOs, Educational Institutions, Hospitals, Urban Local Bodies, and Municipal Corporations.

Disclaimer

Nature of Ratings & Information: BWR ratings are opinions on the relative ability of an entity/instrument to meet its financial obligations and are based on information obtained from issuers and other sources believed to be reliable. BWR does not conduct audits, due diligence, or independent verification of such information and does not guarantee its accuracy, adequacy, or completeness. Ratings are current only as of the date of publication and may be revised based on new or unavailable information.

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