



Rating Rationale

28 March 2020

Arraycom (India) Ltd.

Brickwork Ratings has reviewed the Rating for the Bank Loan facilities of ₹ 25.00 Crore of Arraycom (India) Ltd. based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present		Previous (November-2018)	Present
Fund based	7.00	7.00	Long Term	BWR BB+ Outlook: Stable	Issuer not cooperating BWR BB Outlook: Stable (Downgraded)
Non fund based	18.00	18.00	Short Term	BWR A4	Issuer not cooperating BWR A4 (Reaffirmed)
Total	25.00	25.00	INR Twenty Five Crores Only		

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings
Issuer did not cooperate; based on best available information

RATING ACTION

Brickwork Ratings has downgraded the long term rating to BWR BB “Stable” and reaffirmed the short term rating to BWR A4 (Issuer did not Cooperate) for the Bank loan facilities of ₹ 25.00 Crores of Arraycom (India) Ltd.

OUTLOOK / NATURE OF NON-COOPERATION

The rating was due for annual review in November-2019. BWR took up with the issuer to provide required information over emails and through telephone calls. Monthly No Default Statement (NDS) is also not being submitted by the company. 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 company, BWR is unable to assess the company’s financial and business 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, non cooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress.

COMPANY PROFILE (Information as available in November-2018)

AIL, an ISO 9001:2008 certified, is a closely held public limited company incorporated in 1992 with its registered office in Gandhinagar, Gujarat. The company is engaged in the business of manufacturing electronic materials and system engineering & integration in the fields of satellite communication, broadcasting, seismology etc. The company is also diversified into Solar power EPC business wherein it undertakes projects for grid-tied rooftop solar plants both for residential, industrial & commercial and Installation of Solar Power Pumps. The company has completed turnkey basis installation of many earth stations, television transmitters, antennas for satellite interception and digital transmission facility for various Govt departments and public sector enterprises. Doordarshan, All India Radio, Sitaram Rajgarhia, NTRO are some of their reputed clientele.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY : Not Applicable

Key Financial Indicators

Key Parameters	Units	2019#	2018
Result Type		Audited	Audited
Operating Revenue	Rs. in Crs	12.05	18.00
EBITDA	Rs. in Crs	5.76	1.69
PAT	Rs. in Crs	(0.45)	0.02
Tangible Net worth	Rs. in Crs	31.54	31.21
Total Debt/Tangible Net worth	Times	0.10	0.07

#Based on publicly available information.

RATING HISTORY

Facilities	Current Rating (2020)			Rating History		
	Tenure	Amount (₹ Cr)	Rating	2019	21Nov2018	21March2017
Fund based	Long Term	7.00	Issuer not cooperating BWR BB Outlook: Stable (Downgraded)	-	BWR BB+ Outlook: Stable	BWR BB+ Outlook: Stable
Non fund based	Short Term	18.00	Issuer not cooperating BWR A4 (Reaffirmed)	-	BWR A4	BWR A4
Total		25.00	₹ Twenty Five Crores Only			

* Issuer did not cooperate, based on best available information.

COMPLEXITY LEVELS OF THE INSTRUMENTS

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

Hyperlink/Reference to applicable Criteria

[General Criteria](#)

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Arraycom (India) Ltd.

ANNEXURE I

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	State Bank of India	Fund Based Cash Credit	7.00	-	7.00
2	State Bank of India	Non Fund Based Letter of Credit Bank Guarantee	- -	8.00 10.00	18.00
TOTAL					25.00

Total Rupees Twenty Five Crores Only.

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