

## RATING RATIONALE

27 Jan 2020

### Arun Vyapar Udyog Pvt. Ltd

**Brickwork Ratings reaffirms the ratings for the Bank Loan Facilities of ₹ 28.00 Crores of Arun Vyapar Udyog Pvt. Ltd based on best available information, as the issuer did not cooperate\*.**

#### Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#		
	Previous	Present		Previous (Sept, 2017)	Previous (Dec, 2018)	Present
Fund based	13.00	13.00	Long Term	BWR BB Stable	Rating Not reviewed	BWR BB Stable Reaffirm Issuer did not Cooperate*
Non Fund	15.00	15.00	Short Term	BWR A4		BWR A4 Reaffirm Issuer did not Cooperate*
<b>Total</b>	<b>28.00</b>	<b>28.00</b>	<b>INR Twenty Eight Crores 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&II

#### NATURE OF NON-COOPERATION

The rating was due for a review in Sept 2018, BWR took up with the issuer to provide required information. Despite the best efforts of BWR to get at least the minimum required information for a review, the issuer has not provided the same. 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. Hence, based on best available information and lender feedback Brickwork Ratings has reaffirmed the rating to BWR BB/ A4 and migrated the rating to the ISSUER NOT COOPERATING\* category.

#### 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.

**KEY FINANCIAL INDICATORS (in ₹ Cr)**

Key Parameters	Units	FY 2016	FY 2015
Result Type		Audited	Audited
Net Sales	In Crs	178.54	232.88
EBITDA	In Crs	5.52	5.58
PAT	In Crs	0.74	2.09
Tangible Net worth	Times	11.16	11.69
Total Debt to Tangible Net worth	Times	1.99	1.53
Current Ratio	Times	1.36	1.33

**COMPANY PROFILE (As available in Sep, 2017)**

Arun Vyapar Udyog Pvt Ltd was incorporated in 1990 by Mr. Deepak Madan and Mr. Umesh madan and located at Gummidipoondi, TamilNadu. Company is engaged in manufacturing and Trading of TMT bars under the Brand Name of Arun TMT.

**NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY- NA RATING HISTORY**

Instrument / Facilities	Current Rating			Rating History			
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	2018	2017	2016	2015
Fund based	Long Term	13.00	BWR BB Reaffirm Issuer did not Cooperate*	(Not Reviewed)	BWR BB Stable	(Not Reviewed)	BWR BB Stable
Non Fund Based	Short Term	15.00	BWR A4 Reaffirm Issuer did not Cooperate*		BWR A4		BWR A4
Total		28.00	INR Twenty Eight Crores Only				

## 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

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## ANNEXURE I

*Arun Vyapar Udyog 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	Federal Bank	Cash Credit	13.00	-	13.00
2		LC	-	15.00	15.00
<b>TOTAL</b>					<b>28.00</b>

**Total INR Twenty Eight Crores Only**

#As available with BWR in 2017



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**DISCLAIMER** Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented “as is” without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons