

RATING RATIONALE

21 Jan 2020

Arvind Motors Pvt. Ltd.

Brickwork Ratings Revises the ratings for the Bank Loan Facilities of ₹ 20.00 Crores of Arvind Motors Pvt. Ltd. based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (March, 2018)	Present
Fund based	20.00	20.00	Long Term	BWR BBB/Stable	Issuer Not Cooperating* BWR BB+/Stable Downgraded
Total	20.00	20.00	INR Twenty 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 Bank facilities/NCD/Bonds/Commercial Paper is provided in Annexure-I&II

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

The rating was due for a review in March, 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/Company, BWR is unable to assess the issuer's/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.

KEY FINANCIAL INDICATORS (in (₹ Cr) [AS AVAILABLE WITH BWR]

Key Parameters	Units	FY17	FY16
Result Type		Audited	Audited
Operating Income	₹ Cr	513.40	601.34
EBITDA	₹ Cr	6.69	7.54
PAT	₹ Cr	(3.39)	(2.74)
Tangible Networth	₹ Cr	22.69	26.08
Total Debt : TNW	Times	3.25	2.78
Current Ratio	Times	1.03	1.07

COMPANY PROFILE

Arvind Motors Private Limited (AMPL) is a Mangalore, Karnataka based company which was initially established as a Partnership Firm in 1954 and subsequently reconstituted as a Private Limited Company in 1999. The company is an authorised dealer of TATA Motors Limited's (TML) commercial vehicles, spares & lubricants and has been associated with TML since 1954.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY : NA

RATING HISTORY

Facilities	Current Rating (2020)			Rating History		
	Tenure	Amount (₹ Cr)	Rating	06.06.19	05.03.18	17.02.17
Fund Based	Long Term	20.00	Issuer Not Cooperating* BWR BB+/Stable Downgraded	Rating Not Reviewed	BWR BBB/Stable	BWR BBB/Stable
Total		20.00	INR Twenty Crores Only			

COMPLEXITY LEVELS OF THE INSTRUMENTS

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

Hyperlink/Reference to applicable Criteria

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ANNEXURE I

Arvind Motors Private Limited

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	Cash Credit	20.00	0.00	20.00
TOTAL					20.00

Total Rupees Twenty Crores only.



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