

Rating Rationale

18 Mar 2020

Ashish Vessel Demolition Pvt. Ltd

Brickwork Ratings has reaffirmed the Rating for the Bank Loan facilities of ₹ 30.00 Crore of Ashish Vessel Demolition Pvt. Ltd based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present		Previous (July-2018)	Present
Fund based	(30.00)	(30.00)	Long Term	BWR B (Stable)	BWR B (Stable) Issuer Not Cooperating* [Reaffirmed]
Non Fund based	30.00	30.00	Short Term	BWR A4	BWR A4 Issuer Not Cooperating* [Reaffirmed]
Total	30.00	30.00	₹ Thirty 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 reaffirmed the long term and short term rating to BWR B “Stable”/BWR A4 (Issuer did not Cooperate) for the Bank loan facilities of ₹ 30.00 Crores of Ashish Vessel Demolition Pvt. Ltd.

OUTLOOK / NATURE OF NON-COOPERATION

The rating was due for annual review. BWR took up with the issuer to provide required information over emails and through telephone calls. However, due to non receipt of adequate information, it was moved to the “Rating Not Reviewed” category on 31st July, 2019. 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 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 July-2018)

Ashish Vessel Demolition Pvt Ltd was established in 2003 as a private limited company and is engaged in ship breaking business. The Company is promoted by Mr. Harikrishna B Agarwal and Mrs. Padma Agarwal, having experience of more than a decade in ship-breaking business in the Alang-Sosiya belt of Bhavnagar region of Gujarat. The Company is engaged in the business of ship-breaking activity through allotted plots at Alang Shipyard by Gujarat Maritime Board (GMB). The Company purchases ships directly from ship owners or through sales agents for recycling them. Items like electrical equipment, machine parts, etc. are sold directly to end users, while scrap is sold in the market to scrap traders and manufacturing units, who use the scrap to produce steel.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY : CARE vide its press release on 1st August, 2019 has put the ratings on issuer Non- Co-operation on account of non submission of information.

RATING HISTORY:

Facilities	Current Rating (2020)			Rating History		
	Tenure	Amount (₹ Cr)	Rating	31Jul2019	30Jul2018	18Jul2017
Fund Based	Long Term	(30.00)	BWR B (Stable) Issuer Not Cooperating* [Reaffirmation]	Not Reviewed	BWR B (Stable)	BWR B+ (Stable)
Non Fund Based	Short Term	30.00	BWR A4 Issuer Not Cooperating* [Reaffirmation]	Not Reviewed	BWR A4	BWR A4
Total		30.00	INR Thirty 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](#)

Analytical Contacts	Investor and Media Relations
<p>Kunjai Dabhi Ratings Analyst B :+91 79 66174046 / 47 kunjai.r@brickworkratings.com</p> <p>Dileep Singh -Director - Ratings B :+91 79 66174046 / 47 dileep.s@brickworkratings.com</p>	<p>Liena Thakur Assistant Vice President - Corporate Communications +91 84339 94686 liena.t@brickworkratings.com</p>

Ashish Vessel Demolition Pvt. 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	Punjab National Bank	Fund Based: Cash Credit	(30.00)	-	(30.00)
2	Punjab National Bank	Non Fund Based: ILC/FLC	-	30.00	30.00
TOTAL					30.00

Total Rupees Thirty Crores Only.



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