RATING RATIONALE **30 Mar 2021**

Aspire Automobiles Private Limited

Brickwork Ratings has reviewed the Ratings for the Bank Loan facilities of ₹ 9 Crores of Aspire Automobiles Pvt Ltd based on best available information, as the issuer did not cooperate.

Particulars

Facilities	Amount (₹ Crores)		Tenure	Rating#	
	Previous	Present		Previous (Dec, 2019)	Present
Fund Based	9.00	**9.00**	**Long Term**	BWR BB- (Stable) Upgrade	**BWR B+ (Stable) Downgrade Issuer Not Cooperating***
Total	9.00	**9.00**	**INR Nine 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 is provided in Annexure-I

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

Downgraded the rating to BWR B+ (Stable) (Issuer not Cooperating) based on best available information as the issuer did not cooperate.
The rating was due for a review on 30th December 2020. BWR took up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of BWR to get 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. Besides, No Default Statement has not been submitted by the client every month, despite follow up. Thus, BWR has downgraded the long term rating to BWR B+ (Stable) and migrated the ratings to "Issuer not Cooperating".

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 and withholding of information required for a review of the rating.

COMPANY'S PROFILE [As available on 30 December 2019]
Aspire Automobiles Pvt Limited (AAPL) was incorporated in 2000 . The company is having a dealership of Hyundai Motors in the name of Fortune Hyundai. Further the company's workshop and showrooms are located in Meerut,Bulandshahr, Modinagar, Noida and Noida Extension. The company also has a warehouse in Greater Noida.

KEY FINANCIAL INDICATORS (in INR Cr) [As available on 30 December 2019]

Key Parameters	Units	2019	2018
Result Type		**Audited**	**Audited**
Total Operating Income	₹ Cr	107.09	87.87
EBITDA	₹ Cr	3.45	3.54
PAT	₹ Cr	0.80	0.60
Tangible Net Worth	₹ Cr	5.83	5.22
Total Debt/Tangible Net Worth	Times	3.45	3.46
Current Ratio	Times	1.23	1.25

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY
NA

RATING HISTORY FOR THE PREVIOUS THREE YEARS [including withdrawal and suspended]

Facilities	Current Rating (March, 2021)			Rating History		
	Type (Long Term/ Short Term)	Amount (₹ Cr)	Rating	2020	30 Dec 2019	5 Mar 2018
Fund Based	Long Term	9.00	**BWR B+** (Stable) **Downgrade Issuer Not Cooperating**	-	**BWR BB-** (Stable) **Upgrade**	**BWR B+** (Stable) **Reaffirmed**
Total		**9.00**	**₹ Nine 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
- Approach to Financial Ratios
- What Constitutes Non-Cooperation

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ANNEXURE I

Aspire Automobiles Private Limited
Details of Bank Facilities rated by BWR

Sl.No.	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
1	Cash Credit	9	-	9
TOTAL				**9**

Total Rupees Nine Crores Only.

For print and digital media The Rating Rationale is sent to you for the sole purpose of dissemination through your print, digital or electronic media. While it may be used by you acknowledging credit to BWR, please do not change the wordings in the rationale to avoid conveying a meaning different from what was intended by BWR. BWR alone has the sole right of sharing (both direct and indirect) its rationales for consideration or otherwise through any print or electronic or digital media.

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