

## Rating Rationale

Dilip Chhabria Designs Pvt. Ltd.

27 Dec 2018

**Brickwork Ratings revises the ratings for the Bank Loan Facilities of Rs. 42.90 Crore of Dilip Chhabria Designs Pvt. Ltd.**

### Particulars

Facilities	Previously Rated Limits (Rs. Cr)	Current Limits (Rs. Cr)	Tenure	Previous Rating	Rating based on current review
Cash Credit	21.00	21.00	Long Term	BWR BBB- (Pronounced BWR Triple B Minus) (Rating Not Reviewed)	BWR D (Pronounced as BWR D)
Term Loans	21.9	21.90			
<b>Total</b>	<b>42.90</b>	<b>42.90</b>	<b>(INR Forty Two Crore and Ninety Lakhs Only)</b>		

^Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings

### Rating Downgraded

Downgrade in rating followed the feedback received from the bankers about instances of delays in servicing of debt obligations by the Company. Also, the name of the company was mentioned in IBBI's (Insolvency and Bankruptcy Board of India) subscription on Public Announcement of Corporate Insolvency Resolution.

The rating of the company was due for review in January 2018 and several calls were made by BWR to the company for provision of required information for conducting the review. However, company did not provide timely information. As such, rating was placed under "Rating Not Reviewed" category in April 2018.

### About the Company



Dilip Chhabria Design Pvt Ltd (DCD), incorporated in the year 1993 was promoted by Dilip Chhabria. DCD redesigns and modifies the cars (Customised cars B2C) and offers design and prototyping services to global automobile manufacturers. (Concept car B2b) The Company has an integrated assembly line located in Pune and showrooms in Mumbai, Delhi, Gurgaon, Hyderabad and Chennai. Assembly line located in Hyderabad and Chennai are Joint venture, where DCD owns 50% stake. DCD is the only independent Automotive Styling and Prototyping Company in India. In 2010, the Company introduced standard interior designs for cars (B2C) to automobile platforms such as Innova, Fortuner, Tata Aria and Mahindra XUV etc. Since 2010, the Company has delivered more than 1,000 cars fitted with its standard products. DCD has also contributed to the development of concept cars for various companies as well as upgrading existing cars by closely collaborating at the development stage with the OEM/Customers. Products are sold under brand name “DC” and sub brand name “DC Lounge”.

#### Rating History for the last three years (including withdrawn/suspended ratings)

Sl. No.	Instrument/Facility	Current Rating (Year 2018)			Rating History		
		Type (Long Term/Short Term)	Amount (Rs Crs)	Rating	April 2018	January 2017	2015
1.	Cash Credit	Long Term	21.00	BWR D	BWR BBB-(RNR)	BWR BBB-(Stable)	NA
2.	Term Loans	Long Term	21.90	BWR D	BWR BBB-(RNR)	BWR BBB-(Stable)	NA
Total			<b>42.90</b>	<b>(INR Forty Two Crore and Ninety Lakhs Only)</b>			

#### Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Service Sector Criteria](#)



For any other criteria obtain hyperlinks from website

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**Note on complexity levels of the rated instrument:**

BWR complexity levels are meant for educating investors. The BWR complexity levels are available at [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf) Investors queries can be sent to [info@brickworkratings.com](mailto:info@brickworkratings.com).

**About Brickwork Ratings**

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a leading public sector bank, as its promoter and strategic partner.

BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

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