



Rating Rationale

Gagan Vasu Cinelinks Pvt. Ltd.

11Jun2019

Brickwork Ratings has revised the ratings for the Bank Loan Facilities of ₹. 12.00 Crores of Gagan Vasu Cinelinks Pvt. Ltd..

Particulars

Facility	Amount (₹ Crs)		Tenure	Rating*	
	Previous	Present		Previous (October, 2018)	Present Rating
Fund based Cash Credit Limit	12.00	12.00	Long Term	BWR B+ (Pronounced as BWR Single B Plus) Outlook: Stable	BWR D (Pronounced as BWR Single D)
Total	12.00	12.00	INR Twelve Crores Only		

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

Ratings: Downgrade

The last rating was done in October,2018. It has been brought to the notice of Brickwork that the company is facing liquidity stress. As per banker feedback dated 04/06/2019 it has been confirmed that there are delays in servicing of debt and account is classified in NPA category. Hence, on account of delay in payments and inadequate information Brickwork Ratings has downgraded the long term rating to BWR D .

Limitation of the rating:

Information availability risk is a key factor in the assessment of credit risk as generally, non-co-operation by the rating 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.



About the Company (as per the information available in Oct,2018)

Gagan Vasu Cinelinks Private Limited is engaged in distribution of IMFL, Beer, and Country Liquor. The company was incorporated in December 20, 2006 at Abohar. Currently GVCPL has the wholesale and retail operations of Liquor in Bathinda, Punjab.

Company's Financial (as per the financials available in October,2018)

Particulars	Units	FY2017 (Audited)	FY2018 (Audited)
Net Sales/Revenue	Rs. Crores	98.27	201.49
EBIDTA	Rs. Crores	2.66	3.12
PAT	Rs. Crores	0.93	1.29
Tangible Networth	Rs. Crores	2.92	3.68
TOL : TNW Ratio	Times	6.50	4.90
Current Ratio	Times	2.65	3.05

Rating History for the last three years (including withdrawn/suspended ratings)

S.No.	Instrument/ Facility	Current Rating (2019)			Rating History		
		Type	Amount (Rs Crs)	Rating	2018	2017	2016
1.	Cash Credit (CC)	Long Term	12.00	BWR D (Pronounced as BWR D (Downgrade)	BWR B+ (Pronounced as BWR Single B Plus) Outlook : Stable	NA	BWR B+ (Pronounced as BWR Single B Plus) Outlook : Stable
Total			12.00	INR Twelve Crores Only			

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Trading Entities](#)



For any other criteria obtain hyperlinks from website

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For print and digital media

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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 Investors queries can be sent to 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.

DISCLAIMER

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