

## RATING RATIONALE

25 Mar 2026

### Wadia Body Builders

Brickwork Ratings Upgrades and assigns the long-term, reaffirm and assigns short-term ratings for the bank loan facilities of Rs. 50.00 Crs of Wadia Body Builders and removes the rating from issuer Not cooperating\*category.

#### Particulars

Facilities**	Amount (Rs.Crs.)		Tenure	Rating*	
	Previous	Present		Previous(17 Apr 2025)	Present
<b>Fund Based</b>					
CC-sanctioned	1.50	<b>4.50</b>	Long-term	BWR C Continues to be in ISSUER NOT COOPERATING* category/Downgraded	<b>BWR BB+/Stable Upgraded and removal from INC*category</b>
CC-Proposed	0.00	<b>10.50</b>		-	<b>BWR BB+/Stable Assignment</b>
<b>Sub total</b>	<b>1.50</b>	<b>15.00</b>			
<b>Non Fund Based</b>					
BG-Sanctioned	10.00	<b>15.50</b>	Short-term	BWR A4 Continues to be in ISSUER NOT COOPERATING* category/Reaffirmed	<b>BWR A4 reaffirmation and removal from INC*category</b>
BG-Proposed	0.00	<b>19.50</b>		-	<b>BWR A4 Assignment</b>
<b>Sub total</b>	<b>10.00</b>	<b>35.00</b>			
<b>Grand Total</b>	<b>11.50</b>	<b>50.00</b>	<b>(Rupees Fifty Crores Only)</b>		

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

\*\*Bank Loan facility details are furnished in Annexure-I

#### RATING ACTION / OUTLOOK

Brickwork Ratings has upgraded and assigned the long term rating at 'BWR BB+/Stable', reaffirms and assigned the short-term ratings at BWR A4 for the bank loan facilities of Wadia Body Builders and removes the ratings from Issuer Not Cooperating\*category.

The entity continues to derive strength from its improving track record of operations and the extensive experience of the promoters, who have been managing the entity for over a decade. The rating also factors in the growing scale of operations and profitability, a healthy financial risk profile, and an adequate liquidity position. The assessment is based on the audited financial statements for FY2023, FY2024, and FY2025.

The rating outlook has been assigned as "Stable" as BWR believes that Wadia Body Builders, the business risk profile will be maintained over the medium term. The 'Stable' outlook indicates a low likelihood of rating change over the medium term. The rating outlook may be revised to 'Positive' in case the revenue and profitability margins show sustained improvement. The rating outlook may be revised to 'Negative' if the financial risk profile goes down.

## **KEY RATING DRIVERS**

### **Credit Strengths-:**

- **Locational Advantage :**  
The Firm is located in Ahmedabad cluster and thus has a competitive advantage in terms of skilled labor, logistics, production knowledge and vendors making the entity more efficient and cost effective.
- **Entity Existence :**  
The firm has been in existence for 57 years and has seen complete business cycles.
- **Significant Revenue Increase and Financial Stability :**  
In FY25, the entity achieved total operating income of Rs.38.87 Cr, supported by significant work executed on government tenders, reflecting its strong operational capability. The financial base remained healthy, with Tangible Net Worth of Rs.13.45 Cr, providing a solid equity cushion to support ongoing operations and meet debt obligations.

### **Credit Risks-:**

- **Constitution(For Proprietorships and Partnership cases) :**  
Withdrawal of capital by the proprietor/Partners for any personal contingency would adversely affect the capital structure of the firm. Limitations of Proprietorship constitution in terms of capital and management
- **Competition in the Industry :**  
Entry barriers in the industry are low on account of limited capital and technology requirement and also low differentiation in the end product leading to intense competition and limiting the pricing power resulting in low profitability
- **Moderate Financial Risk:**  
The Firm higher leverage (Total Debt/TNW at 3.40x) combined with a low ISCR of 0.81x indicates moderate financial risk. Despite this, liquidity remained adequate with a current ratio of 1.50x, and operating margins were stable at 7.64%, providing some cushion against financial stress.

## **ANALYTICAL APPROACH - Standalone**

For arrive at its ratings, BWR has applied its rating methodology as detailed in the Rating Criteria detailed below (hyperlinks provided).

## **RATING SENSITIVITIES**

Going forward the firm's ability to improve the scale of operations, improve and maintain profitability, the debt servicing capacity and manage its working capital efficiently will be the key rating sensitivities.

### **Positive :**

- Sustained growth in Total Operating Income by around 15–20% annually, while

maintaining an Operating Margin of around 5–6%, leading to improvement in profitability and cash accruals.

- Improvement in liquidity position, with the Current Ratio maintained above 1.50x on a sustained basis.
- Moderation in leverage levels, with Total Debt/TNW maintained below 1.50x, and ISCR above 2.50x.

**Negative :**

- Any decline in revenue by 15% or more, or Operating Margin falling below 4%, adversely impacting profitability and overall financial performance.
- Deterioration in liquidity position .
- Increase in leverage due to higher borrowings, resulting in Total Debt/TNW exceeding 2.50x,with ISCR going below 1.

**LIQUIDITY INDICATORS - Adequate**

The firm’s liquidity position is adequate, supported by a current ratio of 1.50x in FY 2025, indicating sufficient short-term assets to meet its current liabilities. The firm reported net cash accruals of Rs.1.70 crore in FY 2024–25, which are projected to improve to Rs.7.75 crore in FY 2025–26 and Rs.4.17 crore in FY 2026–27. Liquidity is further supported by cash and bank balances of Rs.27.27 crore, of which Rs.27.21 crore is encumbered and Rs.0.05 crore is unencumbered. Additionally, the firm maintains moderate working capital utilization with UBI CC utilisation at around 75%, while a tangible net worth of Rs.13.45 crore in FY 2025 provides financial flexibility and supports overall credit comfort.

**ABOUT THE ENTITY**

Macro Economic Indicator	Sector	Industry	Basic Industry
Consumer Discretionary	Automobile and Auto Components	Auto Components	Auto Components & Equipments

Wadia Body Builders (WBB) is a proprietorship firm owned and managed by the Wadia family of Ahmedabad (Gujarat). The founder of WBB is Late Mr. S. F. Wadia. Wadia started its operations in 1969. At present, Mr. Naushad Sam Wadia is managing the business. The Firm manufactures bodies for fire fighting vehicles, emergency rescue vehicles, foam tenders, water tenders, etc. It is well versed in providing customized base solutions to its customers. The Wadia has its Body building plant located at Aslali in Ahmedabad and spreads over 1,35,000sq ft. The Firm has more than 6000 different products supplied all over India & abroad. WBB is an ISO 9001-2015 certified Firm. It is also certified by EIL/CEIL/ PDIL/Lloyds Registrar/BV/IRS/SGS/TUV. The Firm has developed a New Fire Fighting System as per OISD 189 for Drilling Rig at ONGC. It has developed the Ladder Beam Gantry system for Fire Tender to avoid human casualties and the Water Mist Technology of 400 LPM on 23 Mtr.

**ESG Profile :**

The entity demonstrates an Adequate ESG profile based on its environmental, social, and governance practices.

**Environmental:** Environmental risks are driven by high water usage, waste generation, and reliance on energy-intensive processes, making disclosures on water consumption , waste-management practices, renewable energy share and emissions levels particularly important.

**Social:** Social factors hinge on adherence to labour laws, accident prevention frameworks, and human-capital development, with metrics such as workforce mix, safety performance , and training initiatives offering insights into operational resilience.

**Governance:** Governance assessment focuses on board independence, committee effectiveness, and robustness of compliance systems, supported by readily available disclosures on board structure, audit mechanisms, and risk-management practices.

**KEY FINANCIAL INDICATORS (Standalone)**

Key Parameters	Unit	FY 22 - 23	FY 23 - 24	FY 24 - 25
Result Type		Audited	Audited	Audited
Operating Income	Rs. Crs	35.11	25.20	38.87
EBITDA	Rs. Crs	2.31	2.93	2.97
PAT	Rs. Crs	1.36	2.20	1.61
Tangible Net Worth	Rs. Crs	15.86	15.57	13.45
Total Debt/Tangible Net Worth	Times	1.88	2.11	3.40
Current Ratio	Times	1.68	1.41	1.50

**KEY COVENANTS OF THE FACILITY RATED**

The terms of sanction include standard covenants normally stipulated for such facilities.

**STATUS OF NON-COOPERATION WITH PREVIOUS CRA**

Credit Rating Agency	Status and Reason for Non-Cooperation	Date of Press Release
CRISIL	In the absence of adequate information from the entity.	30May2025

**ANY OTHER INFORMATION**

NA

**RATING HISTORY FOR THE LAST THREE YEARS (including withdrawal & suspension)**

Facilities		Current Year (2026)		2025		2024		2022	
Type	Tenure	Amount Rs.Crs.	Rating	Date	Rating	Date	Rating	Date	Rating
Fund Based	LT	15.00	BWR BB+/Stable Upgrade and removal from Inc BWR BB+/Stable Assignment	17Apr 2025	BWR C Continues to be in ISSUER NOT COOPERATING* category/Downgraded	29Jan 2024	BWR B-/Stable Continues to be in ISSUER NOT COOPERATING* category/Downgraded	10Nov 2022	BWR B+ Stable Continues to be in ISSUER NOT COOPERATING* category/Downgraded
		0	NA	NA	NA	NA	NA	NA	NA
Non Fund Based	ST	35.00	BWR A4 Reaffirmation and removal from INC BWR A4 Assignment	17Apr 2025	BWR A4 (Continues to be in ISSUER NOT COOPERATING* category/Reaffirmed)	29Jan 2024	BWR A4 Continues to be in ISSUER NOT COOPERATING* category/Reaffirmation	10Nov 2022	BWR A4 Continues to be in ISSUER NOT COOPERATING* category/Reaffirmation
		0	NA	NA	NA	NA	NA	NA	NA
<b>Grand Total</b>		<b>50.00</b>	<b>(Rupees Fifty Crores Only)</b>						

**Hyperlink/Reference to applicable Criteria**

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Short Term Debt](#)
- [Manufacturing Companies](#)
- [Service Sector](#)

**Analytical Contacts**

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**Wadia Body Builders**

**ANNEXURE-I**

**Details of Bank Facilities rated by BWR**

Sl.no	Bank Name	Facilities		Long-Term	Short-Term	Total (Rs.in Crs)	Complexity Level
1	Central Bank of India	Fund based	CC	4.50	-	4.50	Simple
			CC(proposed)	10.50	-	10.50	Simple
		Non Fund Based	BG	-	15.50	15.50	Simple
			BG (Proposed)	-	19.50	19.50	Simple
<b>Total(Rs.in crs)</b>				<b>15.00</b>	<b>35.00</b>	<b>50.00</b>	
<b>(Rupees Fifty Crores Only)</b>							

##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).

**ANNEXURE-II**

**INSTRUMENT DETAILS**

Instrument	Issue Date	Amount (Rs.Crs)	Coupon Rate (%)	Maturity Date	ISIN Particulars	Complexity of the Instrument
Nil	Nil	Nil	Nil	Nil	Nil	Nil

**ANNEXURE-III**

**List of entities consolidated**

Name of Entity	% Ownership	Extent of consolidation	Rationale for consolidation
Nil	Nil	Nil	Nil

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