



RATING RATIONALE

27 Jan 2020

Arihant Praskashan

Brickwork Ratings revises the ratings for the Bank Loan Facilities of ₹ 30 Crs of Arihant Praskashan, based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (Nov,2018)	Present
Fund based	30	30	Long Term	BWR BB+ (Stable)	BWR BB (Stable) Issuer Not Cooperating*
	30	30	INR 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.

Details of Bank facilities is provided in Annexure-I

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

The rating was due for a review in Nov,2019. BWR took up with the issuer to provide required information vide emails dated 21.01.2020, 15.01.2020, 10.01.2020. 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 surveillance mandate and adequate information from the issuer/company, BWR is unable to assess the company's current complete financial performance and its ability to service its debt and maintain a valid rating. Hence, the rating is downgraded and moved to Issuer Not Cooperating category.

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.



KEY FINANCIAL INDICATORS [AS AVAILABLE WITH BWR in Nov,2018]

Key Parameters	Units	FY17	FY18
Result Type		Audited	Audited
Net Sales/Revenue	Rs. Crores	137.92	147.47
EBITDA	Rs. Crores	5.63	6.11
PAT	Rs. Crores	1.41	1.50
Tangible Net worth	Rs. Crores	11.98	13.38
TOL : TNW Ratio	Times	2.93	3.37
Current Ratio	Times	1.49	1.45

FIRM PROFILE [AS AVAILABLE WITH BWR in Nov,2018]

Arihant Prakashan is a proprietorship firm started in 1997, at Meerut, Uttar Pradesh. Ms. Beena Jain is the proprietor of the firm. The firm is engaged in wholesale and retail sales of books for school / college curriculum and competitive and entrance examinations of various kinds, which are published by its parent company, Arihant Publications Pvt. Ltd.

NON-COOPERATION WITH PREVIOUS RATING AGENCY : NA

RATING HISTORY

Instrument / Facilities	Current Rating (Jan 2020)			Rating History		
	Tenure	Amount (₹ Cr)	Rating	2019	2018	2017
Fund based	Long Term	30	BWR BB (Stable) Issuer Not Cooperating (Downgrade)	Rating Not Reviewed (02 Dec,2019)	BWR BB+ (Stable) (Reaffirm) (30 Nov,2018) Rating Not Reviewed (15 Oct,2018)	BWR BB+ (stable) (Upgrade) (13 July,2017)
Total		30	INR Thirty Crores Only			



COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

Hyperlink/Reference to applicable Criteria

Hyperlink/Reference to applicable Criteria

- **General Criteria**
- **Approach to Financial Ratios**
- **What Constitutes Non-Cooperation**
- **Trading Entities**

Analytical Contacts	Investor and Media Relations
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ANNEXURE I

Arihant Praskashan 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	PNB	Cash Credit	30	-	30.00
TOTAL					30.00



Total INR Thirty Crores Only

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