

Press Release

Aakash Oil Field Services Private Limited

July 21, 2021

Rating Downgraded & Withdrawn



Total Bank Facilities Rated*	Rs.11.77 Cr.#
Long Term Rating	ACUITE BB (Downgraded from ACUITE BB+/ Stable & Withdrawn; Issuer not co-operating*)
Short Term Rating	ACUITE A4+ (Withdrawn; Issuer not co-operating*)

Refer Annexure for details

* The issuer did not co-operate; Based on best available information.

Rating Rationale

Acuite has downgraded & withdrawn the long-term rating to '**ACUITE BB**' (read as **ACUITE double B**) from '**ACUITE BB+**' (read as **ACUITE double B plus**) and withdrawn the short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs.11.77 crore bank facilities of Aakash Oil Field Services Private Limited (AOSPL).

The rating withdrawal is in accordance with the Acuite's policy on withdrawal of rating. This rating is now an indicative rating and is downgraded on account of information risk.

The rating is being withdrawn on account of request received from the company and No Objection Certificate received from the banker.

Aakash Oil Field Services Private Limited (AOSPL) is a Gujarat-based company and was incorporated in 1995. The company is engaged in the business of providing engineering services for maintenance of equipment & supply of new equipment including machineries on hire to Oil & Gas sector industries. The directors of the company Mr. Kaushal Parikh and Mrs. Amee Parikh have more than two decades of experience in the same line of business. The clientele of the company include government, semi-government & private Oil & Gas sector companies like ONGC and Gujarat State Petroleum Corporation (GSPC).

Non-cooperation by the issuer/borrower

Acuite has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before the due date.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Application of Financial Ratios and Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Limitation regarding information availability

The rating is based on information available from sources other than the issuer / borrower (in the absence of information provided by the issuer / borrower). Acuite endeavored to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Liquidity Indicators - "No information provided by the issuer / available for Acuite to comment upon."

Rating Sensitivity - "No information provided by the issuer / available for Acuite to comment upon."

About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

Status of non-cooperation with previous CRA (if applicable)

Not Applicable.

Any other information

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
06-Jul-2020	Cash Credit	Long Term	2.50	ACUITE BB+/ Stable (Reaffirmed)
	Secured Overdraft	Long Term	1.27	ACUITE BB+/ Stable (Reaffirmed)
	Bank Guarantee	Short Term	8.00	ACUITE A4+ (Reaffirmed)
04-Jul-2019	Cash Credit	Long Term	2.50	ACUITE BB+/ Stable (Reaffirmed)
	Secured Overdraft	Long Term	1.27	ACUITE BB+/ Stable (Reaffirmed)
	Bank Guarantee	Short Term	6.00	ACUITE A4+ (Reaffirmed)
06-Apr-2018	Cash Credit	Long Term	2.50	ACUITE BB+/ Stable (Reaffirmed)
	Secured Overdraft	Long Term	1.27	ACUITE BB+/ Stable (Assigned)
	Bank Guarantee	Short Term	5.00	ACUITE A4+ (Reaffirmed)
	Proposed Bank Guarantee	Short Term	1.00	ACUITE A4+ (Reaffirmed)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.50	ACUITE BB (Downgraded from ACUITE BB+/ Stable & Withdrawn) Issuer not co-operating*
Secured Overdraft	Not Applicable	Not Applicable	Not Applicable	1.27	ACUITE BB (Downgraded from ACUITE BB+/ Stable & Withdrawn) Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	8.00	ACUITE A4+ (Withdrawn) Issuer not co-operating*

*The issuer did not co-operate; Based on best available information.

Contacts

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 8,793 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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