

Press Release

Ambala Coach Builders

February 17, 2020

Rating Update



Total Bank Facilities Rated*	Rs. 9.40 Cr. #
Long Term Rating	ACUITE B+ Downgraded; Issuer not co-operating*
Short Term Rating	ACUITE A4 Downgraded; Issuer not co-operating*

Refer Annexure for details

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

Acuite has reviewed the long term rating of **“ACUITE BB-” (read as ACUITE double B minus)** to **“ACUITE B+” (read as ACUITE B plus)** and short term rating of **“ACUITE A4” (read as ACUITE A four plus)** to **“ACUITE A4” (ACUITE A four)** on the Rs.9.40 crore bank facilities of AMBALA COACH BUILDERS (ACB). This rating is now an indicative rating and is based on best available information.

ACB, established in 1973 is a Haryana-based partnership firm led by Mr. Ashok Kr. Dhamija, Mr. Rajendra Kr. Dhamija and Mr. Harish Kr. Dhamija. The firm is engaged in the manufacturing of customised fire handling coaches such as fire water trucks, firefighting portable pumps and trailer units mainly for state governments. Apart from local business which is through tenders, the firm also exports its products to countries such as Bangladesh, Sri Lanka, Nepal to name a few.

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 due date.

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

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

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.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.

About the Rated Entity - Key Financials

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

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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
07-12-2018	Cash Credit	Long Term	2.00	ACUITE BB-/ Stable (Reaffirmed)
	Term Loan	Long Term	0.22	ACUITE BB-/ Stable (Reaffirmed)
	Bank Guarantee	Short Term	5.00	ACUITE A4+ (Reaffirmed)
	Proposed Bank Facility	Long Term	2.18	ACUITE BB-/ Stable (Reaffirmed)
03-11-2017	Cash Credit	Long Term	2.00	ACUITE BB-/ Stable (Assigned)
	Bank Guarantee	Short Term	5.00	ACUITE A4+ (Assigned)
	Proposed Bank Facility	Long Term	0.40	ACUITE BB-/ Stable (Assigned)

#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	2.00	ACUITE B+ Downgraded; Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.22	ACUITE B+ Downgraded; Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A4 Downgraded; Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	2.18	ACUITE B+ Downgraded; Issuer not co-operating*

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

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About Acuite Ratings & Research:

Acuite Ratings & Research Limited (Erstwhile SMERA Ratings 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 6,000 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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