

## Press Release

Arvind Realtors Private Limited

January 16, 2023



### Rating Reaffirmed and Issuer not co-operating

| Product                               | Quantum<br>(Rs. Cr) | Long Term Rating                                  | Short Term<br>Rating |
|---------------------------------------|---------------------|---------------------------------------------------|----------------------|
| Bank Loan Ratings                     | 6.90                | ACUITE B+   Reaffirmed   Issuer not co-operating* | -                    |
| Total Outstanding<br>Quantum (Rs. Cr) | 6.90                | -                                                 | -                    |
| Total Withdrawn<br>Quantum (Rs. Cr)   | 0.00                | -                                                 | -                    |

### Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE B+**' (read as **ACUITE B Plus**) on the Rs. 6.90 crore bank facilities of Arvind Realtors Private Limited (ARPL). The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

### About the Company

Arvind Realtors Private Limited, incorporated in 1991, is a Goa-based company promoted by Mr. Arvind Desai and Mrs. Neha Desai. ARPL is engaged in undertaking business of operating resort (Rivasa) and a restaurant (Bay Leaf). The resort is located in Goa on Calangute beach. Rivasa has total of 84 rooms and the seating capacity of Bay Leaf, which is the in-house restaurant, is 56.

### 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 noncooperation by the issuer along with 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.

### 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.

## Rating Sensitivity

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

## Material Covenants

None

## Liquidity Position

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

## Outlook

Not Applicable

## Other Factors affecting Rating

Not Applicable

## Key Financials

| Particulars                   | Unit    | FY 22 (Actual) | FY 21 (Actual) |
|-------------------------------|---------|----------------|----------------|
| Operating Income              | Rs. Cr. | 2.56           | 2.19           |
| PAT                           | Rs. Cr. | 2.49           | 0.12           |
| PAT Margin                    | (%)     | 97.34          | 5.39           |
| Total Debt/Tangible Net Worth | Times   | 0.50           | 1.03           |
| PBDIT/Interest                | Times   | 11.07          | 2.26           |

## Status of non-cooperation with previous CRA

None

## Any other information

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

## Applicable Criteria

- Service Sector: <https://www.acuite.in/view-rating-criteria-50.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

## Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in).

## Rating History

| Date        | Name of Instruments/Facilities | Term      | Amount (Rs. Cr) | Rating/Outlook                                      |
|-------------|--------------------------------|-----------|-----------------|-----------------------------------------------------|
| 25 Oct 2021 | Secured Overdraft              | Long Term | 6.90            | ACUITE B+ ( Issuer not co-operating*)               |
| 24 Jul 2020 | Secured Overdraft              | Long Term | 6.90            | ACUITE B+ (Downgraded and Issuer not co-operating*) |

## Annexure - Details of instruments rated

| Lender's Name       | ISIN           | Facilities        | Date Of Issuance | Coupon Rate    | Maturity Date  | Complexity Level | Quantum (Rs. Cr.) | Rating                                                            |
|---------------------|----------------|-------------------|------------------|----------------|----------------|------------------|-------------------|-------------------------------------------------------------------|
| Union Bank of India | Not Applicable | Secured Overdraft | Not Applicable   | Not Applicable | Not Applicable | Simple           | 6.90              | ACUITE B+<br> <br>Reaffirmed<br>  Issuer<br>not co-<br>operating* |

## Contacts

| Analytical                                                                                                                                                                                                                                                                         | Rating Desk                                                                                                                              |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|
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### About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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