Acuite RATINGS & RESEARCH

# Press Release

**Arya Nautica Private Limited**

November 11, 2019

**Rating Downgraded**

| **Total Bank Facilities Rated*** | Rs.87.00 Cr.# |
|---|---|
| **Long Term Rating** | ACUITE D<br>(Downgraded from ACUITE BB/Stable)<br>Issuer not co-operating* |

*#Refer Annexure for details*
**The issuer did not co-operate; based on best available information.*

Acuité has downgraded the long-term rating to **'ACUITE D' (read as ACUITE D)** from **'ACUITE BB' (read as ACUITE double B)** on the Rs. 87.00 crore bank facilities of Arya Nautica Private Limited (ANPL). This rating is now an indicative rating and is based on best available information.

The downgrade is in view of persistent delays in servicing the debt obligation.

The Mumbai-based, ANPL was incorporated in 2013 by Mr. Ravindra Kumar Arya and his son, Mr. Varun Arya. The company commenced its ship chartering operations in November 2017 with the acquisition of its first medium range tanker Dawn Shirdi. The company is part of Arya group which is also engaged in trading of iron & steel, ship breaking among others. The group owns a fleet of 7 medium range tankers with 31069 to 46801 Dead Weight Tonnage (DWT).

## Non-cooperation by the issuer/borrower:

Acuité 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 Acuité's policies.

## Applicable Criteria

- Default Recognition -https://www.acuite.in/view-rating-criteria-17.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). Acuité endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuité 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 requests.

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

None

## Any other information

Acuité 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 |
|---|---|---|---|---|
| 7-Sept-2018 | Term loan | Long term | 73.44 | ACUITE BB (Assigned) |
| | Term loan | Long term | 12.80 | ACUITE BB (Assigned) |
| | Proposed Bank Facility | Long term | 0.76 | ACUITE BB (Assigned) |

## #Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Crore) | Ratings/Outlook |
|---|---|---|---|---|---|
| Term loan | Not Applicable | Not Applicable | Not Applicable | 73.44 | ACUITE D (Downgraded from ACUITE BB/Stable) Issuer not co-operating* |
| Term loan | Not Applicable | Not Applicable | Not Applicable | 12.80 | ACUITE D (Downgraded from ACUITE BB/Stable) Issuer not co-operating* |
| Proposed Bank Facility | Not Applicable | Not Applicable | Not Applicable | 0.76 | ACUITE D (Downgraded from ACUITE BB/Stable) 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 *(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.