



Rating Rationale

ACCIL Auto Steels Pvt. Ltd.

1st September 2017

Brickwork Ratings downgrades the long term and short term ratings to BWR 'D' for the bank loan facilities of Rs. 744.00 Crs of ACCIL Auto Steels Pvt. Ltd.

Particulars

Facility Rated	Amount (Rs. Crs)		Tenure	Rating *	
	Previous	Present		Previous	Present
Fund Based				BWR BB+ (Pronounced Double B Plus) Outlook: Stable	BWR D (Downgraded) Issuer Not Cooperating*
Cash Credit	270.00	270.00	Long Term		
Term Loans	308.00	308.00			
Non Fund Based				BWR A4+	BWR D (Downgraded) Issuer Not Cooperating*
LC	166.00	166.00	Short Term		
Total	Rs. 744.00 Crores (INR Seven Hundred and Forty Four Crores Only.)				

^ Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

*Issuer did not cooperate; Based on best available information

Long Term Rating Downgraded to BWR 'D'. Short Term Rating Downgraded to BWR 'D'

Rationale/Description of Key Rating Drivers/Rating sensitivities:

BWR has essentially relied upon the feedback received from the company's bankers regarding the conduct of the company's accounts maintained with the respective bank.

The account has been classified as a Non Performing Asset (NPA) by the lenders on account of persisting liquidity issues of the company and irregularities/overdues in the bank accounts. Hence, the ratings assigned to the bank loan facilities are downgraded to 'BWR D'.

Nature of Non-co-operation:

The ratings were due for a review in January 2017. BWR took up over emails and through telephone calls with the issuer to provide required information. Despite the best efforts of BWR



to get at least the minimum required information for a review, the company has not provided the same. In the absence of minimum adequate information from the issuer/company, BWR is unable to assess the issuer's/company's financial performance and maintain a valid rating.

Limitation of the rating:

Information availability risk is a key factor in the assessment of credit risk as generally, non-cooperation by the rating entities to provide required information for a review of the assigned rating may also be accompanied by financial stress.

Analytical Approach

BWR has applied its rating methodology as detailed in the Ratings Criteria (hyperlinks provided at the end of this rationale).

About the Company

ACCIL Auto Steels Pvt. Ltd, was incorporated in October 2012 at Gurgaon by Mr. Pradeep Aggarwal and Mr. Vikas Aggarwal. AASPL is a part of Haryana based Asian Group of Companies. It has set up a Cold Rolled Close Annealed (CRCA) manufacturing unit at Bawal, Haryana in 2015. The total installed capacity of CRCA & Annealing Furnace unit is 360000 TPA & 300000 TPA, respectively.

Rating History for the last three years (including withdrawn/suspended ratings)

Sl. No.	Facility	Current Rating (Year 2017)			Rating History		
		Type	Amount (Rs Crs)	Rating	12 Jan 2016	27 March 2014	2014
1	Cash Credit	Long Term	270.00	BWR D (Downgraded) Issuer not Cooperating	BWR BB + (Outlook Stable) (Reaffirmed)	BWR BB+ (Outlook Stable)	N.A.
2	Term Loan		308.00				
3	Letter of Credit	Short Term	166.00	BWR D (Downgraded) Issuer not Cooperating	BWR A4+ (Reaffirmed)	BWR A4+	N.A.
TOTAL			744.00				

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [What constitutes Client Non-Cooperation](#)
- [Manufacturing Companies](#)
- [Short Term Debt](#)



For any other criteria obtain hyperlinks from website

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For print and digital media

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Note on complexity levels of the rated instrument:

BWR complexity levels are meant for educating investors. The BWR complexity levels are available at www.brickworkratings.com/download/ComplexityLevels.pdf Investors queries can be sent to info@brickworkratings.com.

About Brickwork Ratings

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, has also been accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a Nationalized Bank, as its promoter and strategic partner.

BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Guwahati, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations. BWR has rated debt instruments/bonds/bank loans, securitized paper of over ₹ 9,30,000 Cr. In addition, BWR has rated about 5000 MSMEs. Also, Fixed Deposits and Commercial Papers etc. worth over ₹19,700 Cr have been rated. Brickwork has a major presence in rating of nearly 100 cities.

DISCLAIMER

Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented “as is” without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons.