



## Rating Rationale

AGR Steel Strips Private Limited

12 June 2019

Brickwork Ratings has reaffirmed and withdrawn the rating simultaneously, based on best available information, for the Bank Loan Facilities amounting to ₹ 120 Crores of AGR Steel Strips Private Limited ('AGR Steel' or 'the Company').

### Particulars

Facility	Amount (₹ Crs)		Tenure	Rating*	
	Previous	Present		Previous (March 2019)	Present
Fund based	75.00	75.00	Long Term	Issuer did not Cooperate; based on best available information BWR D (Pronounced as BWR D)	BWR D (Pronounced as BWR D) Reaffirmed and simultaneous Withdrawal of the same.
Non Fund Based	45.00	45.00	Short Term		
<b>Total</b>	<b>120.00</b>	<b>120.00</b>	<b>INR One Hundred &amp; Twenty Crores Only</b>		

\*Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings

### Rating: Reaffirmed and simultaneous Withdrawal

The rating was due for a review in March 2019 and despite follow up by BWR, adequate information was not received from the Company to complete a rating review. Based on the updates from its lenders and publicly available information, rating of the Company were downgraded and placed under Issuer did not Cooperate category on 25 March 2019.

Follow-up with the Company has not resulted in any receipt of information. As such, proper review of the rating is not possible. However, given the circumstances, non-cooperation from the client in providing relevant information/clarification is a likely indication of financial stress.

Thus, based on the above, rating of the Company have been reaffirmed and withdrawn simultaneously in line with the Withdrawal Policy of BWR (notices of withdrawal of the rating were also issued to the Company and its lenders on 20 May 2019 which remained unresponded). The above rating action may not reflect the present position of the Company's financial risk profile as information availability risk is a key factor in the assessment of credit risk.



**About the Company (Information as available in March 2018):**

AGR Steel Strips Pvt. Ltd (ASSPL), incorporated in Oct 1992 is engaged in the manufacturing of Hot Rolled Pickled and Oiled (HRPO) and Cold Rolled Close Annealed (CRCA) steel strips/coils. Its manufacturing unit is located at Dharuhera, Haryana. The total installed capacity of this unit is 60,000 tons per annum (TPA).

**Rating History for the last three years**

S.No	Facility	Current Rating			Rating History		
		Type	Amount (₹ Crs)	Rating	25 March 2019	31 March 2018	05 Jan 2017
1	Fund Based	Long Term	75.00	Reaffirmed at BWR D (BWR D) and simultaneously Withdrawal of the same	BWR D (BWR D) (Issuer did not Cooperate) (Downgrade)	BWR BB - (BWR Double B Minus) (Downgrade)	BWR BB (BWR Double B)
2	Non Fund Based	Short Term	45.00		BWR D (BWR D) (Issuer did not Cooperate) (Downgrade)	BWR A4 (BWR A Four) (Reaffirmed)	BWR A4 (BWR A Four)
<b>Total</b>			<b>120.00</b>	<b>INR One Hundred &amp; Twenty Crores Only</b>			

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

Any other information: Nil

**Hyperlink/Reference to applicable Criteria**

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Manufacturing Companies](#)
- [Short term Debt](#)



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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](http://www.brickworkratings.com/download/ComplexityLevels.pdf) Investors queries can be sent to [info@brickworkratings.com](mailto:info@brickworkratings.com).

**About Brickwork Ratings**

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BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

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