



## Rating Rationale

Allied Recycling Limited

26 Feb 2020

### Brickwork Ratings Reaffirms and Withdraws the Rating for the Bank Loan facilities of ₹ 29.80 Crore of Allied Recycling Limited.

#### Particulars

Facility	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present		Previous (September,2017 )	Present
<b><u>Fund Based</u></b>					
Term Loans	4.80	4.80	Long Term	BWR BB-Stable	BWR BB-Stable (Reaffirm)
Cash Credit Limit	25.00	25.00			Withdrawn
<b>Total</b>	<b>29.80</b>	<b>29.80</b>	<b>Twenty Nine Crores Eighty Lakhs ₹ Only</b>		

\*Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings  
Complete details of Bank Facilities is Provided in Annexure- I.

#### RATING ACTION/WITHDRAWAL

BWR had assigned initial rating of BWR BB-(Stable) on 13 Sep' 2017 for the bank loan facilities amounting INR 29.80 cr. The rating was moved to RNR category on 14 December 2018. Going forward, the client has requested for withdrawal of rating from BWR website via email dated 21 Feb' 2020. Also, No objection Certificate from the banker has been received via email dated 21 Feb' 2020. Thus, based on the above, rating of the Company is being withdrawn in line with the "Withdrawal Policy of BWR". 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.

#### Company's Profile (As Available with BWR)

Allied Recycling Limited was set up by Mr Vijay Kumar Abrol and Mr. Surinder Kumar Garg in 2003 and is engaged in manufacturing of steel billets at its facility located at Ludhiana, Punjab. While 50% of the billets are used for manufacturing wire rods, the rest are sold. Trading in hot-rolled (HR) and cold-rolled (CR) sheets accounts for 30% of its revenue.

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



**Rating History for the last three years (including withdrawn/suspended ratings)**

S.No	Instrument /Facility	Current Rating			Rating History		
		Type (Long Term/ Short Term)	Amount (₹ Cr)	Rating^	2019	2018	2017
1.	<b>Fund Based Term Loans Cash Credit Limit</b>	Long Term	4.80 25.00	<b>BWR BB- Stable Reaffirmed Withdrawn</b>	NA	RNR	<b>BWR BB- Stable</b>
	<b>Total</b>		<b>29.80</b>	<b>Twenty Nine Crores Eighty Lakhs ₹ Only</b>			

^Issuer did not co-operate; based on best available information

**Hyperlink/Reference to applicable Criteria**

- [General Criteria](#)
- [Approach to Financial Ratios](#)

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**Allied Recycling Limited.**



## ANNEXURE I

### Details of Bank Facilities rated by BWR

Sl. No.	Name of the Bank	Type of Facilities	Long Term (₹ Cr)	Total (₹ Cr)
1	State Bank of India	<b>Fund Based</b>		
		Term Loans	4.80	4.80
		Cash Credit Limit	25.00	25.00
<b>TOTAL : INR Twenty Nine Crores Eighty Lakhs Rupees Only</b>				<b>29.80</b>

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