



Rating Rationale

Ambey Vaishno Steels Pvt. Ltd.

31 May 2018

Brickwork Ratings has reviewed the Rating for the Bank Loan facilities of ₹ 22.71 Crore of Ambey Vaishno Steels Pvt. Ltd. based on best available information, as the issuer did not cooperate. Accordingly the rating for the said instrument is as under

Particulars

Facility	Amount (₹ Cr)		Tenure	Initial (Feb 2015)	Rating*	
	Previous	Present			Previous (Dec 2016)	Present
Fund based	21.21	21.21	Long Term	BWR D (Pronounced as BWR D)	Rating Not Reviewed	Issuer did not Cooperate; BWR D (Pronounced as BWR D) (Reaffirmed)
	1.50	1.50	Short Term	BWR D (Pronounced as BWR D)	Rating Not Reviewed	Issuer did not Cooperate; BWR D (Pronounced as BWR D) (Reaffirmed)
Total	22.71	22.71	₹ Twenty Two Crores and Seventy One Lakhs Only			

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings
Issuer did not co-operate; based on best available information

Ratings: Reaffirmed

Nature of Non-cooperation:

The rating was due for a review in Dec 2017. BWR took up with the issuer to provide required information over emails dated 14.11.17, 27.11.17 & 15.12.17 and through telephone calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the entity has not provided the same. In the absence of adequate information from the Company, BWR is unable to assess the Company's financial performance and its ability to service its debt and maintain a valid rating.

Limitations of the rating:

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

31 May 2018



About the Company (Information as available in Feb 2015)

Ambey Vaishno Steels Private Limited (AVSPL), part of the Pune based Jindal SVI Group, was incorporated in June 2009. It was initially promoted by Mr. Pawan Lila of Ambey Group. Later it was taken over by Jindal SVI group and is currently headed by Mr. Ashok Kumar Jindal and his son Mr. Rohit Jindal. AVSPL is engaged in the manufacturing of Mild Steel Billets and has a capacity to manufacture 78000 MTPA Billets. Its utilisation is approximately 60% The Company is presently facing liquidity constraints; hence, there are continuous over drawings in CC account (i.e. limit utilization above the sanction limits of `19.00 Cr) for the period of October 2014 to January 2015.

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

S.No	Facility	Current Rating (2018)			Rating History		
		Type	Amount (₹ Cr)	Rating^	2017	20.12.20.16	27.02.2015
1.	Fund Based	Long Term	21.21	BWR D (Pronounced as BWR D)	Not Rated	Not Reviewed	BWR D
2.	Fund Based	Short Term	1.50	BWR D (Pronounced as BWR D)			BWR D
Total			22.71	₹ Twenty Two Crores & Seventy One Lakhs Only			

^Issuer did not cooperate; based on best available information

Status of non-cooperation with previous CRA “ None

Any other information: NIL

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [What Constitutes Non-Cooperation](#)

For any other criteria obtain [hyperlinks](#) from website



Ambey Vaishno Steels Pvt. Ltd.

Annexure I

Particulars	Units	FY14 (Audited)	FY13 (Audited)
Net Sales/Revenues	₹ Cr	305.74	128.19
EBIDTA	₹ Cr	5.24	5.58
PAT	₹ Cr	0.50	0.76
Tangible Networth	₹ Cr	19.13	18.13
Total Debt : TNW	Times	1.82	1.43
Current Ratio	Times	1.35	1.33

Note: As per information available with BWR

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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 ₹ 10,00,000 Cr. In addition, BWR has rated over 6300 MSMEs. Also, Fixed Deposits and Commercial Papers etc. worth over ₹24,440 Cr have been rated.

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.