

RATING RATIONALE

Ambivijay Steel Suppliers Pvt. Ltd.

30 Sep 2019

Brickwork Ratings reaffirms the ratings for the Bank Loan Facilities of ₹ 8.00 Crores of Ambivijay Steel Suppliers Pvt. Ltd. based on best available information, though the issuer did not cooperate in providing the paper/information.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating		
	Previous	Present		Previous (August 2014)	Previous (June 2017)	Present
Fund Based Cash Credit	8.00	8.00	Long Term	BWR B-Stable	Rating Not Reviewed	BWR B-Stable Issuer Not Cooperating * Reaffirmed
Total	8.00	8.00		INR Eight Crores Only		

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

* Issuer did not cooperate, based on best available information.

Details of Bank facilities is provided in Annexure-I

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

The long term rating of the Bank Loan Facilities of the company has been reaffirmed to BWR B-(Stable).The company has failed to provide the required information for undertaking the rating process in spite of following up several times.Further when contacted over telephone(dated 20.9.19 and 23.9.19) the management has informed that ratings is no longer required as bank facility has been settled. BWR has requested for a withdrawal request and NOC from the bank for withdrawal of ratings but same is still not provided till date. In the absence of withdrawal request and NOC from the bank in writing the case is treated as issuer non cooperation.We have therefore moved the rating under “Issuer Not Cooperating” category.

Given India's steel consumption which is expected to grow by 5%-6% on the back of government’s expenditure towards infrastructure and construction and with the same government coming to power, the focus will continue to remain on infrastructure development in the country

hence we are assigning the outlook as Stable.

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. Users of the credit rating should therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non- transparency and withholdings of the information required for a review of the rating.

KEY FINANCIAL INDICATORS (in ₹ Cr) [AS AVAILABLE WITH BWR]

Key Parameters	Units	FY 2013	FY 2012
Result Type		Audited	Audited
Net Sales/Revenues	₹ Cr	84.14	55.03
EBITDA	₹ Cr	0.48	0.44
PAT	₹ Cr	0.01	0.03
Tangible Net Worth	₹ Cr	1.19	1.19
Total Debt /TNW	Times	3.62	3.09
Current Ratio	Times	1.08	1.11

COMPANY PROFILE (Information as on May 2014)

Ambivijay Steel Suppliers Pvt Ltd (ASSPL), incorporated in the year 2003, is engaged in the trading of Hot Rolled, Cold Rolled Coils/Sheet and Galvanized Profile Sheets. ASSPL's area of operation is restricted to Gujarat only and is selling its product through its dealers network channel

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY :NIL

RATING HISTORY

Facility	Current Rating			Rating History	
	Tenure	Amount	Rating	Previous (June 2017)	Previous (August 2014)
Fund Based Cash Credit	Long Term	8.00	BWR B-Stable Issuer Not Cooperating * Reaffirmed	Rating Not Reviewed	BWR B-Stable
Total	8.00	8.00	INR Eight crores Only		

COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

Hyperlink/Reference to applicable Criteria

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

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

Analytical Contacts	Investor and Media Relations
<p>Sushil Kumar Chitkara Associate Director - Ratings B :+91 22 2831 1426, +91 22 2831 1439 sushilkumar.c@brickworkratings.com</p> <p>Nagesh Kadu Ratings Analyst B :+91 202267456 Ext :619 nagesh.k@brickworkratings.com</p>	<p>Satish Nair Director - Global Market Development & Investor Relations M : +91 7738875550 B : +91 22 6745 6666 satish.n@brickworkratings.com</p>

ANNEXURE I

Ambivijay Steel Suppliers Pvt. Ltd.

Details of Bank Facilities rated by BWR

Sr.No.	Name of the Bank	Type of Facilities	Tenure	Total [₹ Cr]
1	State Bank Of India	Cash Credit	Fund Based-Long Term	8.00
TOTAL				8.00

For print and digital media The Rating Rationale is sent to you for the sole purpose of dissemination through your print, digital or electronic media. While it may be used by you acknowledging credit to BWR, please do not change the wordings in the rationale to avoid conveying a meaning different from what was intended by BWR. BWR alone has the sole right of sharing (both direct and indirect) its rationales for consideration or otherwise through any print or electronic or digital media.

About Brickwork Ratings :Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, 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 leading public sector 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, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

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