

Press Release

Brickwork Ratings assigns 'BWR B' and 'BWR A4' for the Bank Credit Facilities aggregating ₹ 6.25 Cr of Anuj Global Corporation

Bank Loan Rating: BWR B

Outlook : Stable

Brickwork Ratings (BWR) has assigned the following **Ratings¹** for the Bank Loan Facilities of ₹ 6.25 Cr of Anuj Global Corporation.

| Facility | Limits (₹ Cr) | Tenure | Rating |
|--------------|---------------|--|---|
| Cash Credit | 2.25 | Long Term (FB) | BWR B (Outlook-Stable) |
| UBD (LC) | 4.00 | Short Term (FB) | BWR A4 |
| Total | 6.25 | INR Six Crores Twenty Five Lakhs only | |

BWR has principally relied upon the audited financial results of Anuj Global Corporation upto FY2011-12, provisional financials for FY2012-13, projected financials and information and clarification provided by the company management.

The rating, inter alia, factors the experience of promoter in the steel trading industry and the consistent growth in turnover over the past three years. However, the rating is constrained by the low tangible net worth of the firm, high debt equity ratio and low profitability margins due to high competition in the industry.

Background of the Company:

Anuj Global Corporation (AGC) was established in 2003 as a proprietorship concern by Mr. Kamlesh Kumar Garg. The firm is located at Jhotwara Industrial Area, Jaipur and its sister concern, 'Durga Steels' is located at Bhiwadi, Alwar. The firm is primarily involved in trading of steel products.

Financial Performance:

During FY2011-12, the net revenue from operations increased to ₹ 32.86 Crores from ₹ 24.55 Crores in the previous year. The firm's profitability is low with operating profit margin of 1.56 per cent and net profit margin of 0.34 per cent for FY2011-2012.

¹ Please refer to BWR website www.brickworkratings.com for definition of the Ratings

Rating Outlook:

The rating reflects the position of the firm in the segment of the industry it caters to. Going forward, efficient management of inventory & receivables, ability of the firm to register consistent growth in turnover and increase the profitability margins while improving its capital structure will be the key rating sensitivities.

| | |
|--|--|
| analyst@brickworkratings.com | bd@brickworkratings.com |
| Phone | Media Contact |
| 1-860-425-2742 | media@brickworkratings.com |

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.