



## Rating Rationale

### Ashtamangal Stainless Pvt Ltd

22 March 2018

Brickwork Ratings has reviewed the Rating for the Bank Loan facilities of ₹ 6.50 Crore of Ashtamangal Stainless Pvt Ltd based on best available information, as the issuer did not cooperate. Accordingly the rating for the said instrument is reaffirmed as under.

### Particulars.

Facility	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present		Previous (January 2017)	Present#
<b>Fund Based</b> OCC/ODBD (Sub limit ODBD) (Sub limit Buyers Credit) (Sub limit Advance Payment)	6.50 (6.50) (3.00) (2.00)	6.50 (6.50) (3.00) (2.00)	Long Term	<b>BWR BB-</b> (Pronounced as BWR double B Minus) Outlook : Stable	Issuer did not Co-operate# <b>BWR BB-</b> (Pronounced as BWR double B Minus) Outlook : Stable [Reaffirmed]
<b>Total</b>	<b>6.50</b>	<b>6.50</b>	<b>₹ Six Crores and Fifty Lakhs Only</b>		

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

#Issuer did not cooperate; based on best available information

### Long term ratings downgraded

#### Nature of Non-cooperation:

The rating was due for a review in January 2018. BWR took up with the issuer to provide required information over emails dated 18.01.2018, 16.02.2018, 20.02.2018, 26.02.2018, 06.03.2018, 15.03.2018, 20.03.2018 and through telephone calls. The matter was took up to the Banker. 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 issuer/Company, BWR is unable to assess the issuer's/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.



**About the Company (Information as available in January 2017)**

Ashtamangal Stainless Pvt Ltd formerly known as Rishikesh Metal Pvt Ltd was incorporated on 10th Dec, 2011 by Mr. Kailash Samdani and Mr. Yogesh Samdani. In 2013, Mr. Yogesh Samdani left the company and Mrs. Santosh Samdani joined as director of the company. The company commenced its operation from July 2013. The company is engaged in trading of stainless steel and alloy steel scrap, ingot, round bar, flats grade 304, 200 series and 400 series. The Company is procuring scrap ingeniously as well as from international markets. The scrap is bifurcated according to quality and supplied to various customers in India.

**Firm Financial Performance: (Information as available in January 2017)**

Key Financial Figures			
Particulars	Unit	FY16 (Audited)	FY15 (Audited)
Operating Income	Rs. Crores	47.78	21.11
EBITDA	Rs. Crores	1.30	0.31
PAT	Rs. Crores	0.22	0.20
Tangible Networkth	Rs. Crores	2.33	1.06
Total Debt	Rs. Crores	7.95	0.17
Total Debt : Equity	Times	3.41	0.16
Current Ratio	Times	1.24	1.14

**Rating History for the last three years:**

Sr. No	Instrument /Facility	Current Rating (2018)			Rating History		
		Type	Amount (₹ Cr)	Rating*	17 January 2017	2016	2015
1	Fund based	Long Term	6.50	Issuer did not Co-operate# <b>BWR BB-</b> (Pronounced as BWR double B Minus) Outlook : Stable [Reaffirmed]	<b>BWR BB-</b> (Pronounced as BWR double B Minus) Outlook : Stable	--	--
	<b>Total</b>		<b>6.50</b>	<b>₹ Six Crores and Fifty Lakhs Only</b>			

#Issuer did not cooperate; based on best available information

**Status of non cooperation with Previous CRA : Non Applicable**

**Any other information: Non Applicable**

**Hyperlink/Reference to applicable Criteria**

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



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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](http://www.brickworkratings.com/download/ComplexityLevels.pdf) Investors queries can be sent to [info@brickworkratings.com](mailto: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 ₹ 9,30,000 Cr. In addition, BWR has rated about 5000 MSMEs. Also, Fixed Deposits and Commercial Papers etc. worth over ₹19,700 Cr have been rated. Brickwork has a major presence in rating of nearly 100 cities.

**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.