

RATING RATIONALE

21 Apr 2020

Ashutosh Metal Pvt. Ltd.

Brickwork Ratings Revises the ratings for the Bank Loan Facilities of ₹13.83 Crores of Ashutosh Metal Pvt. Ltd. based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (Sep 2016)	Present
Fund based	12.58	12.58	Long Term	BWR BB+ (Stable)	BWR BB (Stable) Issuer Not Cooperating* Downgraded
Non Fund Based	1.25	1.25	Short Term	BWR A4+	BWR A4 Issuer Not Cooperating* Downgraded
Total	13.83	13.83	INR Thirteen Crores and Eighty Three Lakhs 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

Brickwork Ratings downgraded the ratings for the bank loan facilities of ₹13.83 Crs of Ashutosh Metal Pvt. Ltd. to BWR BB/A4 (Stable) Issuer Not Cooperating, based on best available information. BWR had rated the bank loan facilities of Ashutosh Metal Pvt. Ltd. in Sep 2016 and assigned BWR BB+/A4+ (Stable).

BWR took up with the issuer to provide required complete information over email. Despite the best efforts of BWR to get at least the minimum required information for a review, the Company has not provided the same. In the absence of adequate information from the issuer, BWR is unable to assess the issuer's financial performance and its ability to service its debt and maintain



a valid rating. Hence on account of inadequate information and lack of management cooperation, BWR recommends placing the rating under the category of Issuer Not Cooperating.

The lenders/investors may note to exercise due caution while using the above ratings which mentions 'Issuer Not Cooperating' since the ratings lack any projections or forward looking component as it is arrived based on the best available information on the Company without any management/banker's interaction.

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.

KEY FINANCIAL INDICATORS

Key Parameters	Units	FY14	FY15
Result Type		Audited	Audited
Net Sales	In ₹ Crs	118.38	127.72
EBITDA	In ₹ Crs	3.16	3.45
Net Profit	In ₹ Crs	0.85	0.84
Tangible Net worth	In ₹ Crs	13.97	14.81
Total debt/TNW	Times	0.82	0.61
Current Ratio	Times	1.35	1.25

COMPANY PROFILE

Ashutosh Metal Private limited was incorporated in 1999 as a closely held private limited Company. The company is engaged in manufacturing of Stainless steel Ingots and flats which are used in various industries such as manufacture household utensils, manufacturing of SS Pipes, manufacture of furniture, etc. The company's manufacturing facilities are located in Ahmedabad, Gujarat and has invested in M/s Avdesh Steel works Pvt. Ltd (100% subsidiary of Ashutosh Metal Private Limited) which is into the manufacturing of Ingot from Scarp.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: NA

RATING HISTORY

Sr. No.	Name of Instrument	Facilities		Current Rating		Rating History		
		Type	Tenure	Amount (₹ Cr)	Rating	2019	2018	2017
1.	Bank Loan Facility	Fund Based	Long Term	12.58	BWR BB (Stable) Issuer Not Cooperating	-	-	-
2.		Non Fund Based	Short Term	1.25	BWR A4 Issuer Not Cooperating	-	-	-
Total				13.83	INR Thirteen Crores and Eighty Three Lakhs Only			

COMPLEXITY LEVELS OF THE INSTRUMENTS

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

Hyperlink/Reference to applicable Criteria

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ANNEXURE I

Ashutosh Metal Pvt. Ltd.

Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
1.	State Bank of India	Fund Based	12.58	-	12.58
2.		Non Fund Based	-	1.25	1.25
TOTAL					13.83

Total INR Thirteen Crores and Eighty Three Lakhs Only.

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