



RATING RATIONALE

21 Oct 2019

Himalayan Rolling Steel Industries Private Limited

Brickwork Ratings Downgrades the ratings for the Bank Loan Facilities of ₹ 102.62 Crs. of Himalayan Rolling Steel Industries Private Limited based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (April 2018)	Present
Fund based	102.62	102.62	Long Term	BWR BB- (Stable)	BWR B (ISSUER NOT COOPERATING) (Stable) (Downgrade)
Total	102.62	102.62	INR One Hundred Two Crores and Sixty Two Lakhs Only		

#Please refer to BWR website www.brickworkratings.com/ for definition of the ratings
Details of Bank facilities/in Annexure-I

RATING ACTION / NATURE OF NON-COOPERATION

The rating was due for review in April 2019 and BWR took up with the issuer to provide required information over emails. Despite the best efforts of BWR to get 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 performance, its ability to service its debt and maintain a valid rating. Due to Issuer Non cooperation, BWR has reviewed the rating based on best available information and downgraded the rating to BWR B (ISSUER NOT COOPERATING)

LIMITATIONS OF THE RATING

Information availability risk is a key factor in the assessment of credit risk and non-cooperation by the issuer to provide required information for a review of the assigned rating may also be accompanied by financial stress. Users of the credit ratings should therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non-transparency and withholding of information required for a review of the rating.



Key Financial Indicators (As available in April 2018)

Key Parameters	Units	2016	2017
Result Type		Audited	Audited
Operating Revenue	₹ Cr	105.90	74.42
EBITDA	₹ Cr	10.70	5.83
PAT	₹ Cr	0.27	-0.87
Tangible Net worth	₹ Cr	-20.59	-17.15
Total Debt/Tangible Net worth	Times	-4.23	-5.86
Current Ratio	Times	1.98	2.00

COMPANY PROFILE (As available in April 2018)

Himalayan Rolling Steel Industries Private Limited is a TMT steel Rolling mill with production capacity of 120000 TPA in Jammu and Kashmir and was incorporated on 2013-2014 . The company is run by three promoter directors Shahed Kamit, Shafat Karindi and Masuda Kausa . These three have 100 % shareholding on combined basis

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY - Not Applicable

Rating History

Instrument /Facility	Current Rating (2019)			Rating History		
	Type (Long Term/ Short Term)	Amount (₹ Crs)	Rating	2018	2017	2016
Fund Based	Long Term	102.62	BWR B (ISSUER NOT COOPERATING) (Stable) (Downgrade)	BWR BB- (Stable)	N.A	N.A
Total		102.62	INR One Hundred Two Crores and Sixty Two Lakhs 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](#)

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ANNEXURE I

Himalyan Rolling Steel Industries Private Limited

Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Long Term [₹ Cr]	Total [₹ Cr]
1	Jammu and Kashmir Bank	Cash Credit	20.00	20.00
		Term loans	82.62	82.62
TOTAL				102.62

INR One Hundred Two Crores and Sixty Two Lakhs Only



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