Rating Rationale
2 Nov 2026

Shree Krishna Rolling Mills (Jaipur) Ltd.

SUMMARY OF RATING ACTION

Facilities**	Amount (Rs. Crs)		Tenure	Rating Assigned & Outlook		Regulator
	Previous	Present		Previous (07 Oct 2026)	Present Recommended	
Fund Based						
Cash Credit - Sanctioned	28.50	55.00	Long Term	BWR BB-/Stable - Continues to be in Issuer Not Cooperating / Downgraded	BWR BBB/Stable (removal from ISSUER NOT COOPERATING* category/Upgraded)	RBI
Cash Credit - Proposed	8.50	0.00		BWR BB-/Stable - Continues to be in Issuer Not Cooperating / Downgraded	-	RBI
Proposed loan-Proposed	4.00	0.00		BWR BB-/Stable - Continues to be in Issuer Not Cooperating / Downgraded	-	RBI
PC / EBP / EBD / EBN - Sub-limit	-	(5.00)	Short Term	-	BWR A3+ /Assignment	RBI
Inland / Import LC - Sub-limit	-	(2.00)		-	BWR A3+ / Assignment	RBI
Term Loan I - Outstanding	0.00	1.92	Long Term	-	BWR BBB/Stable /Assignment	RBI
Term Loan II - Outstanding	0.00	1.42		-	BWR BBB/Stable / Assignment	RBI
Term Loan III - Solar - Sanctioned	0.00	12.32		-	BWR BBB/Stable / Assignment	RBI
Sub-Total	**41.00**	**70.66**				
Non-Fund Based						
Bank Guarantee - Sanctioned	12.00	5.00	Short Term	BWR A4 - Continues to be in Issuer Not Cooperating / Downgraded	BWR A3+ (removal from ISSUER NOT COOPERATING* category/Upgraded)	RBI
Sub-Total - Non-Fund Based	**12.00**	**5.00**				
Grand Total	**53.00**	**75.66**	**(Rupees Seventy-Five Crores and Sixty-Six Lakhs Only)**			

Note:

1. Please refer to BWR website www.brickworkratings.com for the definition of the ratings
2. Refer to Annexures I, II, and III for details of rated bank loan facilities, debt instruments, and the List of Entities Consolidated.

RATING ACTION/OUTLOOK :

BWR assigns the ratings of 'BWR BBB/Stable' and 'BWR A3+' for the bank loan facilities of Shree Krishna Rolling Mills (Jaipur) Ltd., aggregating Rs. 75.66 Crs.

The ratings are supported by the company's established presence in the steel manufacturing industry since 1966, experienced promoter management, diversified product portfolio and healthy operating scale. The company reported operating income of Rs. 564.98 Crs in FY26, with overall capacity utilisation improving to 80.96%. Its partial backward integration through in-house billet manufacturing, specialised structural profiles and commissioned solar power installations provide operational benefits and support future growth. However, the ratings are constrained by relatively thin operating margins of 2.27% in FY26, declining average sales realisation, exposure to volatility in steel and raw-material prices, customer and supplier concentration, working-capital-intensive operations

The rating outlook has been assigned as "Stable" as BWR believes that Shree Krishna Rolling Mills (Jaipur) Ltd. business risk profile will be maintained over the medium term.

The 'Stable" outlook indicates a low likelihood of rating change over the medium term.

The rating outlook may be revised to 'Positive' in case the revenue and profitability margins show sustained improvement.

The rating outlook may be revised to 'Negative' if the financial risk profile goes down.

KEY COVENANTS OF THE INSTRUMENT/FACILITY

The terms of sanction include standard covenants normally stipulated for such facilities.

ANALYTICAL APPROACH & APPLICABLE RATING CRITERIA

Analytical Approach	Comments
Applicable Rating Criteria	• General Criteria • Approach to financial ratios • Manufacturing Companies • Short Term Debt
Parent/Group/Government Support	NA
Analytical Approach (Consolidation/Standalone)	For arriving at its ratings, BWR has considered the standalone performance of Shree Krishna Rolling Mills (Jaipur) Ltd. BWR has applied its rating methodology as detailed in the Rating Criteria (hyperlinks provided at the end of this rationale).

KEY RATING DRIVERS WITH DETAILED DESCRIPTION

Credit Strengths:

- **Established track record and experienced management :**

SKRM has a long operating track record, having been established in 1966, with the Gupta family continuing to be associated with the business over generations. The key management personnel have significant experience ranging from 30 to 50 years, providing continuity and experience in the steel industry. This supports the company's established operating profile.

- **Established scale of operations with high TMT capacity utilisation :**

The company reported Total Operating Income of Rs. 564.98 Cr in FY26, compared with Rs. 557.75 Cr in FY25. Overall capacity utilisation remained strong at 80.96% in FY26, indicating healthy utilisation of the company's manufacturing capacity. The company has also achieved sales of Rs. 285.40 Cr during April–September 2026, supporting the company's ability to maintain its projected scale of operations.

- **Improvement in profitability and debt servicing ability :**

The company's OPBDIT increased from Rs. 12.65 Cr in FY25 to Rs. 12.81 Cr in FY26, while PAT increased from Rs. 4.87 Cr to Rs. 5.70 Cr. The debt protection metrics remained adequate, with ISCR at 2.39x and DSCR at 2.00x in FY26. Tangible Net Worth also improved to Rs. 68.19 Cr, strengthening the company's capital base.

- **Moderate Financial Risk Profile and Healthy Margins :**

The company has achieved a Sales of Rs. 33.74 Crores in FY 26 Provisionals. The TNW of the company stood at Rs. 35.43 Crores in FY26 strengthening the capital base and Total Debt/TNW, ISCR and DSCR of the company stood at 0.85 times, 2.66 times and 1.27 times in FY 26 Provisionals. Brickwork Ratings expects the revenue to sustain at similar levels in the near-to-medium term because of stable demand in the pharmaceutical industry.

Credit Risks :

- **Thin operating margins :**

The company continues to operate with relatively thin profitability margins, with OPBDIT margin remaining at 2.27% in FY26. The steel business is inherently sensitive to movements in selling prices and raw-material costs, and limited value addition can constrain margin expansion.

- **Working capital intensive operations :**

The company remains dependent on working capital to support its operations. The conversion cycle increased from 54 days in FY25 to 57 days in FY26, primarily due to an increase in inventory days from 33 days to 37 days. Trade receivables also increased from Rs. 42.50 Cr approximately to around Rs. 49.36 Cr, requiring continued monitoring of working-capital management.

- **Cyclical and competitive nature of the steel industry :**

The company operates in a cyclical and competitive steel industry, where profitability remains exposed to fluctuations in steel realisations, raw-material prices and demand conditions. The company's high TMT capacity utilisation provides support to volumes, but sustained improvement in margins would remain dependent on maintaining a favourable spread between selling prices and input costs.

- **Moderate debt protection with relatively high Debt/EBITDA :**

Although leverage remains moderate in relation to net worth, Debt/EBITDA stood at 4.62x in FY26, indicating relatively limited debt coverage from operating earnings. The company's projected Debt/EBITDA remains around 4.51x in FY27, and therefore debt-funded expansion and incremental borrowings remain key monitorables.

RATING SENSITIVITY FACTORS :

Going forward, the ability of the firm to increase its scale of operations, improve profitability, efficiently manage its working capital and strengthen its overall credit profile would be the key rating sensitivities.

Positive :

- Sustained improvement in scale of operations, with TOI exceeding Rs. 750 Crs, along with improvement in operating profitability, with OPBDIT margin of at least 5% and PAT margin of at least 2%.
- Improvement in debt protection metrics, with Total Debt/EBITDA below 4.50x and DSCR above 1.75x on a sustained basis.
- Improvement in capital structure, with Total Debt/TNW remaining below 1.25x on a sustained basis, supported by accretion to net worth.

Negative :

- Decline in scale of operations, with TOI falling below Rs. 550 Cr, or sustained deterioration in operating profitability.

- ISCR declining below 1.50x or DSCR below 1.25x, indicating weakening debt servicing capacity.
- Increase in leverage, with Total Debt/TNW exceeding 1.50x, due to higher-than-expected debt-funded capex or stretch in working capital, thereby weakening the financial risk profile.

LIQUIDITY POSITION - Adequate

Liquidity is supported by adequate cash accruals vis-à-vis repayment obligations, with estimated cash accruals of Rs. 7.27 crore in FY26 against scheduled principal repayments of Rs. 1.39 crore. The company reported a current ratio of 1.82x and a cash and bank balance of Rs. 0.17 crore as of March 31, 2026. The Rs. 55.00 crore cash credit facility recorded average utilisation of 77.94% during July 2025 to September 2026, with no overdrawings reported, indicating some headroom to support working-capital requirements. Debt protection metrics remained comfortable, with an ISCR of 2.39x and DSCR of 1.87x in FY26.

ENVIRONMENTAL, SOCIAL, GOVERNANCE (ESG) PRACTICES

The company demonstrates an adequate ESG profile based on its operational practices, renewable energy initiatives and product quality standards.

Environmental: The company has environmental clearance from the Central Government and BIS certification for TMT products. Water is sourced through an onsite borewell and recirculated for cooling. Solar plants of 1 MW and 4.2 MW support captive power consumption, with estimated annual savings of Rs. 3 - 4 Crs.

Social: The company employs approximately 200 workers across two shifts, with around 60 classified as skilled. Occupational safety, employee welfare and adherence to applicable labour regulations are key aspects of its operations.

Governance: The company has an established operating history and a diversified product portfolio spanning TMT bars, specialised structural profiles and automotive components. Its long-standing BIS certification reflects an established focus on product quality and applicable standards.

COMPANY/FIRM PROFILE

Industry Classification			
Macroeconomic Indicator	**Sector**	**Industry**	**Basic Industry**
Industrials	Capital Goods	Industrial Products	Other Industrial Products

Shree Krishna Rolling Mills (Jaipur) Ltd. (SKRM) was established in 1966 as a partnership concern by the Gupta family and was subsequently converted into an unlisted public limited company in 1996. The company is engaged in manufacturing TMT bars, MS billets, angles and special profiles, with its manufacturing facilities located in Jaipur, Rajasthan.

SKRM manufactures MS billets from MS scrap for captive consumption and markets its TMT bars under the "Krishna TMT" brand, primarily in Rajasthan. The company also supplies angles and special profiles to industrial customers.

The company has a long operating history and an experienced promoter group, with an established manufacturing setup and a diversified product portfolio.

The company has an established manufacturing setup with installed capacity of 1.40 lakh MT as of FY26, with capacity utilisation increasing to 81% in FY26. The product portfolio comprises TMT bars and sections, with FY26 sales of 83,052 MT of TMT bars and 30,293 MT of sections, aggregating to 1,13,345 MT.

KEY FINANCIAL INDICATORS

Standalone Financial Indicators (in ₹ crore)	FY 23-24 (A)	FY 24-25 (A)	FY 25-26 (A)
Operating Revenue	524.90	557.75	564.98
EBITDA	9.93	12.65	12.81
PAT	3.99	4.87	5.70
Tangible Net worth	58.35	63.22	68.19
Total Debt/ Tangible Net worth	0.90	0.93	0.87
Current Ratio	1.96	1.81	1.82

A: Audited UA: Unaudited NA: Not Available; Note: these are latest available financial results P: Provisional *PBILDT: Profit before interest, lease rentals, depreciation and tax. All ratios as per BWR's calculations; Amount in₹

RATING HISTORY FOR THE PREVIOUS THREE YEARS

	Current Rating (2026)			2026		2025		2024	
Facility / Instrument	**Type**	**Amount (Rs. Cr)**	**Rating**	**Date**	**Rating**	**Date**	**Rating**	**Date**	**Ratings**
Fund Based	LT	55.00	BWR BBB/Stable (Upgrade / Removal from INC)	07-Oct-2026	BWR BB-/Stable (INC / Reaffirmed)	11-Jul-2025	BWR BB-/Stable (INC / Downgraded)	25-Jul-2024	BWR BB/Stable (INC / Downgraded)
Fund Based	LT	15.66	BWR BBB/Stable (Assignment)	NA	NA	NA	NA	NA	NA
Non-Fund Based	ST	5.00	BWR A3+ (Upgrade / Removal from INC)	07-Oct-2026	BWR A4 (INC / Reaffirmed)	11-Jul-2025	BWR A4 (INC / Reaffirmed)	25-Jul-2024	BWR A4 (INC / Reaffirmed)
Non-Fund Based	ST	(7.00)	BWR A3+ (Assignment)	NA	NA	NA	NA	NA	NA
Grand Total		**75.66**	(Rupees Seventy Five Crores and Sixty Six Lakhs Only)						

COMPLEXITY LEVEL OF THE RATED INSTRUMENTS

Instrument	Complexity Indicator
Fund Based	Simple
Non-Fund Based	Simple

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional or legal aspects. Details on the complexity levels of the instruments are available on BWR's website Complexity Levels

NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY (IF ANY):

Credit Rating Agency	Status and Reason for Non-Cooperation	Press Release Date
CRISIL	In the absence of adequate information from the company	18-December-2025
CARE	In the absence of adequate information from the company	21-May-2026

ANY OTHER INFORMATION: Nil

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Annexure I: Details of Bank Loan Facilities

(Amount in Rupees Crore)

SL.No.	Name of the Bank	Facilities	Tenor	Amount (Rs. Crore)	Regulator
1	Central Bank of India	Cash Credit - Sanctioned	Long Term	55.00	RBI
2	Central Bank of India	Term Loan I - Outstanding	Long Term	1.92	RBI
3	Central Bank of India	Term Loan II - Outstanding	Long Term	1.42	RBI
4	Central Bank of India	Term Loan III - Solar - Sanctioned	Long Term	12.32	RBI
5	Central Bank of India	PC / EBP / EBD / EBN - Sub-limit	Short Term	(5.00)	RBI
6	Central Bank of India	Inland / Import LC - Sub-limit	Short Term	(2.00)	RBI
7	Central Bank of India	Bank Guarantee - Sanctioned	Short Term	5.00	RBI
Total				**75.66**	

ANNEXURE II: Details of Instruments/Facilities

Name of the Instrument / Facility	Long Term/Short Term	ISIN	Date of Issuance (DD-MMYYYY)	Coupon Rate (%)	Maturity Date (DDMM-YYYY)	Size of the Issue (₹ cr)	Rating Assigned and Rating Outlook	Regulator
Nil	Nl	Nil	Nil	Nil	Nil	Nil	Nil	Nil

ANNEXURE III: List of Entities Consolidated

Name of Entity	% ownership	Extent of consolidation	Rationale for consolidation
Nil	Nil	Nil	Nil

Annexure IV: List of Instruments and Names of Regulators of the Instruments

As required by SEBI CRA Circular dated Feb 10, 2026, a list of activities or instruments falling under the purview of various FSRs, along with the names of respective FSRs, is being disclosed below:

A.	**Rating activities**	
Sr. No.	**Instrument / activity Name**	**Regulator of the instruments**
1	Listed/Proposed to be listed bonds/debentures/preference share (all securities)	SEBI
2	Unlisted/Proposed to be unlisted Bonds/Debentures/ Preference share (all securities)	MCA
3	Listed PTCs / Securitisation Notes (originated by entities regulated by RBI)* $	RBI
4	Listed PTCs / Securitisation Notes (originated by entities not regulated by RBI)*	SEBI
5	Unlisted PTCs / Securitisation Notes (originated by entities regulated by RBI)*	RBI
6	Listed Commercial Paper and NCDs with original maturity less than 1 year	RBI
7	Unlisted Commercial Paper and NCDs with original maturity less than 1 year	RBI
8	Loan Facilities (Fund/Non-Fund Based) from Bank/NBFCs/NHB/FIs ^	RBI
9	External Commercial Borrowings and other similar borrowings	RBI
10	Certificates of Deposit	RBI
11	Fixed Deposits raised by NBFCs,HFCs, FIs	RBI
12	Fixed Deposits raised by corporates other than NBFCs, Banks, HFCs, FIs	MCA
13	Inter Corporate Deposits/Loans extended by Corporates	MCA
14	Borrowing programme ~	-
15	Issuer Ratings #	-
16	Credit Ratings for Capital Protection Oriented Schemes (by Mutual Funds and AIFs)	SEBI
17	Credit quality ratings (CQRs) for Mutual Fund Schemes and Schemes of AIFs	SEBI
18	Listed Security Receipts $	RBI
19	Unlisted Security Receipts	RBI
20	Independent Credit Evaluation (ICE)	RBI
21	Expected Loss Ratings (Listed/Proposed to be listed bonds/debentures/preference share (all securities))	SEBI
22	Expected Loss Ratings (Unlisted/Proposed to be unlisted Bonds/Debentures/ Preference share (all securities))	MCA
23	Unlisted PTCs / Securitisation Notes (originated by entities not regulated by RBI) *	Investor-side regulator such as IRDAI, PFRDA @

* Includes securitisation transactions involving assignee payout, acquirer's payout.
~ The rated instrument may involve issuance of different instruments such as debt securities (listed or otherwise commercial paper (listed or otherwise), etc. The regulator of the instrument may accordingly be SEBI, RBI or only be determined upon issuance. In PRs subsequent to issuance(s), Brick Work Ratings India Private Limitec separately capture the rated quantum details along with names of respective regulators.
^ Includes bank facilities such as liquidity facility, second loss facility that are part of securitisation transactions.

There is no instrument being rated and hence, Regulator of the Instrument is not applicable. The rating scale and definitions are being followed as stipulated in SEBI Master Circular for CRAs.
@ These ratings were assigned during regulatory regime prior to introduction of SEBI CRA Circular dated Feb 10, 2026 and the investor side regulators have accordingly been included.
$ By virtue of the instrument being listed, SEBI acts as the regulator for listing and related issues.

Note: Kindly note that for activities or instruments falling under the purview of FSRs other than SEBI, the grievance/dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available.

B.	Other Activities	Regulator of the Instruments
1	Monitoring Agencies	SEBI
2	Research activities incidental to rating such as research for Economy, Industries and Companies	NA

Grievance Management

For any grievances relating to rating of instruments regulated by SEBI, please contact sebigrievance@brickworkratings.com. Kindly note that for activities or instruments falling under the purview of FSRs other than SEBI, the grievance/dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available.

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Disclosure of Conflict of Interest

BWR Board of Directors have no influence over rating decisions, nor do they sit on the rating committees or review, discuss, or evaluate any credit ratings during the Board meetings.

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