



RATING RATIONALE

27 July 2020

Shri Durga Loha Bhandar Pvt. Ltd.

Brickwork Ratings reaffirms the long term rating for the Bank Loan facilities of ₹ 10.00 Crores of Shri Durga Loha Bhandar Pvt. Ltd. based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Crores)		Tenure	Rating*	
	Previous	Present		Previous (August, 2018)	Present
Fund Based	10.00	10.00	Long Term	BWR B+ Stable Downgraded ISSUER NOT COOPERATING *	BWR B+ Stable Reaffirmed ISSUER NOT COOPERATING*
Total	10.00	10.00	INR Ten Crores 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

The Long term rating of the Bank Loan Facilities have been reaffirmed to BWR B+/Stable (ISSUER NOT COOPERATING) of Shri Durga Loha Bhandar Pvt. Ltd. as the issuer did not cooperate.

OUTLOOK / NATURE OF NON-COOPERATION

BWR had rated Bank Loan facilities of Shri Durga Loha Bhandar Pvt. Ltd.. The initial rating assigned was BWR BB-/Stable on 23 November 2016. The Surveillance review was due in November, 2017. The rating was downgraded to BWR B+/Stable under Issuer Not Cooperating on 06 August 2018. BWR took up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of BWR to get the minimum required information for a review, the entity has not provided the same. BWR has been regularly seeking No Default Statement (NDS) from the entity, but the entity has not been submitting NDS. In the absence of adequate information from the entity, BWR is unable to assess the entity'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. 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 (in ₹ Cr) [AS AVAILABLE WITH BWR in November, 2016]

Key Parameters	Units	FY 15	FY 16
Result Type		Audited	Provisional
Operating Revenue	Cr	113.60	98.45
EBITDA	Cr	2.12	1.26
PAT	Cr	0.76	0.13
TNW	Cr	3.91	3.73
(Total Debt/TNW)	times	2.92	2.22
Current Ratio	times	1.18	1.17

COMPANY PROFILE [As available with BWR in November, 2016]

Shri Durga Loha Bhandar Pvt. Ltd. is a Dehradun based company that was incorporated in September, 2009. The Company commenced its commercial operations in April, 2011. It is engaged in the trading of iron and steel products such as structural bars, TMT bars etc.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: Not Available

Any other information: Not Available

RATING HISTORY FOR THE LAST 3 YEARS (INCLUDING WITHDRAWN/SUSPENDED)

Instrument /Facility	Current Rating (July, 2020)			Rating History		
	Type (Long Term/ Short Term)	Amount (₹ Cr)	Rating	2019	August, 2018	2017
Fund Based	Long Term	10.00	BWR B+ Stable Reaffirmed ISSUER NOT COOPERATING*	-	BWR B+ Stable Downgraded ISSUER NOT COOPERATING*	-
Total		10.00	INR Ten Crores Only			

*BWR had initially assigned the rating of BWR BB-/Stable on 23 November 2016.

*Issuer did not cooperate; based on best available information

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

Shri Durga Loha Bhandar 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.	Punjab National Bank	Fund Based	10.00	-	10.00
TOTAL					10.00

Total Ten Crores Only

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