



## Rating Rationale

19 June 2020

### Agarwal Mittal Concast Pvt. Ltd.

Brickwork Ratings has revised the Rating for the Bank Loan facilities of ₹ 62.62 Crore of Agarwal Mittal Concast Pvt. Ltd. (hereinafter referred as “AMCPL” or the “Company”) based on best available information, as the issuer did not cooperate.

#### Particulars :

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (Sept-2019)	Present
Fund Based	50.62	50.62	Long Term	BWR BB (Stable) Issuer not Cooperating	BWR D [Downgraded] Issuer not Cooperating*
Non-fund Based	12.00	12.00	Short Term	BWR A4 Issuer not Cooperating	
<b>Total</b>	<b>62.62</b>	<b>62.62</b>	<b>Rupees Sixty Two Crores and Sixty Two Lakhs Only</b>		

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

\* Issuer did not cooperate, based on best available information.

Details of Bank facilities are provided in Annexure-I&II

#### RATING ACTION / NATURE OF NON-COOPERATION

The rating was due for annual review and BWR took up with the client to provide the required information over emails and through telephone calls. 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/NDS (No Default Statements) from the Company on a regular basis, BWR is unable to assess the Company's financial performance and its ability to service its debt and maintain a valid rating.

Further, as per information received from IBBI (Insolvency and Bankruptcy Board of India) public announcement, it has been noted that the National Company Law Tribunal has ordered the commencement of a corporate insolvency resolution process of Agarwal Mittal Concast Pvt. Ltd. which came to knowledge of BWR after 10th June, 2020.



Hence, on account of inadequate information due to lack of management cooperation and publicly available information, Brickworks Ratings has downgraded the rating to BWR D and categorized the ratings as “Issuer Not Cooperating”.

### LIMITATIONS OF THE RATING

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

### COMPANY PROFILE (Information as available in March-2018)

AMCPL was incorporated in May 2008 and promoted by Suresh B. Agarwal. The Company took over the assets of a bankrupt company, Jalan Forgings Limited in Halol, Baroda. The Company has refurbished the manufacturing facility and installed an electric furnace, AOD converter and continuous casting machines to manufacture mild steel billets, stainless steel billets and ferro alloys. Apart from this Company, the group owns 6 other companies which are engaged in manufacturing of Cast Billets, Forging Ingots and various steel bars.

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

### RATING HISTORY FOR THE PREVIOUS THREE YEARS [including withdrawal and suspended]

S. No	Facility	Current Rating (2020)			Rating History		
		Type	Amount (₹ Crs)	Rating	26Sept2019 <sup>^</sup>	31 March 2018	2017
1	Fund Based	Long Term	50.62	BWR D [Downgraded] Issuer not Cooperating*	BWR BB (Stable) Issuer not Cooperating	BWR BB+ (Stable)	Not Rated
2	Non-Fund Based	Short Term	12.00		BWR A4 Issuer not Cooperating	BWR A4+	Not Rated
	Total		62.62	₹ Sixty Two Crores and Sixty Two Lakhs Only			

\* Issuer did not cooperate, based on best available information.

^Rating moved to Not reviewed advisory dated 1 July 2019.

## COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

For any other criteria obtain hyperlinks from the website

- [General Criteria](#)
- [What constitutes Non- cooperation](#)
- [Default Recognition Default Curing Period](#)

Analytical Contacts	Investor and Media Relations
<b>Kunjai Dabhi</b> Rating Analyst B :+91 79 66174046 / 47 kunjai.r@brickworkratings.com  <b>Dileep Singh</b> Director - Ratings B :+91 79 66174046 / 47 dileep.s@brickworkratings.com	Liena Thakur Assistant Vice President - Corporate Communications +91 84339 94686 liena.t@brickworkratings.com
<b>1860-425-2742</b>	

*Agarwal Mittal Concast Pvt. Ltd.*

## ANNEXURE I

### 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	City Union Bank	Fund Based Cash Credit Term Loan	40.00 10.62	0.00 0.00	50.62



2	City Union Bank	Non-Fund Based Letter of Credit Bank Guarantee	0.00 0.00	10.00 2.00	12.00
		<b>Total</b>	<b>50.62</b>	<b>12.00</b>	<b>62.62</b>

**Total ₹ Sixty Two Crores and Sixty Two Lakhs Only.**

**For print and digital media** The Rating Rationale is sent to you for the sole purpose of dissemination through your print, digital or electronic media. While it may be used by you acknowledging credit to BWR, please do not change the wordings in the rationale to avoid conveying a meaning different from what was intended by BWR. BWR alone has the sole right of sharing (both direct and indirect) its rationales for consideration or otherwise through any print or electronic or digital media.

**About Brickwork Ratings :**Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, 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 leading public sector 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, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

**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