

RATING RATIONALE

Ambekeshwar Steels Pvt. Ltd.

Brickwork Ratings revises the Long Term ratings for the Bank Loan Facilities of ₹ 11.60 Crores of Ambekeshwar Steels Pvt. Ltd. based on the best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (June, 2018)	Present
Fund Based				BWR B (Stable)	BWR C+
Cash credit	6.00	6.00	Long Term	[Downgraded]	[Downgraded]
Term Loan**	5.60	5.60		Issuer Not Cooperating*	Issuer Not Cooperating*
Total	11.60	11.60	INR Eleven crores and sixty lakhs Only		

Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

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

**O/s balance available as per information available with BWR in July, 2014

Details of Bank facilities provided in Annexure-I

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

The long term rating of the Bank Loan Facilities of the company has been downgraded to BWR C+ under the ‘Issuer Not Cooperating’ category.

BWR had initially assigned rating of BWR B+(Stable) for the bank loan facilities on 22 July’ 2014. The rating was moved to RNR category on 05 Feb’ 2017. Despite follow up by BWR, no information has been received from the company in order to complete the annual surveillance process. Based on the publicly available information, subsequently the rating of the Company’s bank loan facilities was downgraded to BWR B/Stable and placed under “Issuer Not Cooperating Category” on 21 June, 2018 as the company did not provide us with the updated information. BWR took up with the issuer consistently to provide required information over emails apart from telephonic communication. Monthly No Default Statement (NDS) is also not being submitted by the client. Further, as we are unable to reach the bankers, conduct of account is not available .

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 from the firm, BWR is unable to assess the firm’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]

Key Parameters	Units	FY 2014	FY 2013
Result Type		Audited	Audited
Net Sales/Revenues	₹ Cr	Not Available	Not Available
EBIDTA	₹ Cr	Not Available	Not Available
PAT	₹ Cr	Not Available	Not Available
Tangible Networkth	₹ Cr	Not Available	Not Available
Total Debt : TNW	Times	Not Available	Not Available
Current ratio	Times	Not Available	Not Available

COMPANY PROFILE (As available with BWR in July, 2014)

Incorporated in 2011 at Rajasthan, Ambekeshwar Steels Pvt Ltd (ASPL) has set up a manufacturing plant for Electric Resistance Welded (ERW) pipes and galvanized iron pipes. The company has an installed capacity of 12000 MT/PA. The company can manufacture ERW pipes of size ranging from 0.5 inch diameter to 2.5 inches diameter, Square sections up to 72mm*72mm and rectangular sections up to 50mm*100mm. The products find their application in the real estate and infrastructure segments.

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

RATING HISTORY

Instrument / Facilities	Current Rating			Rating History		
	Tenure (Long Term/ Short Term)	Amount (₹ Cr)	Rating	2019	21 June, 2018	2017*
Fund Based Cash Credit Term loan	Long Term	6.00 5.60	BWR C+ [Downgraded] “Issuer Not Cooperating”	-	BWR B (Stable) [Downgraded] “Issuer Not Cooperating”	-
Total		11.60	INR Eleven crores and sixty lakhs Only			

*On 22 July' 2014; long term rating BWR B+/Stable was assigned.

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

Ambekeshwar Steels 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	Cash Credit	6.00	-	6.00
		Term loan	5.60	-	5.60
TOTAL					11.60

Total Rupees Eleven crores and sixty lakhs only.

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