

Press Release

Agarwal TMT Industries Private Limited

November 22, 2021



Rating Reaffirmed and Issuer not co-operating

Product	Net Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	0.80		ACUITE A4 Reaffirmed Issuer not co-operating*
Bank Loan Ratings	42.00	ACUITE B+ Reaffirmed Issuer not co-operating*	
Total	42.80	-	-

Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE B+**' (read as **ACUITE B plus**) and short term rating to '**ACUITE A4**' (read as **ACUITE four**) on the Rs. 42.80 crore bank facilities of Agarwal TMT Industries Private Limited (ATPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

About the Company

ATPL was incorporated in May 2012 by Mr. Rajan Jain, Mr. Sandip Agarwal, Mr. Sanjay Bindal and Mr. Pradeep Dhandharia. The company commenced commercial operations from February 2015 to manufacture TMT bars at Ahmedabad (Gujarat). The company has an installed capacity of 120,000 tonnes per annum and it currently operates at 90 per cent capacity.

Non-cooperation by the issuer/borrower:

Acuite has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before the due date.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Limitation regarding information availability:

The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). Acuité endeavored to gather information about the entity/industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Liquidity Indicators

"No information provided by the issuer / available for Acuite to comment upon."

Rating Sensitivity

"No information provided by the issuer / available for Acuite to comment upon."

About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

Status of non-cooperation with previous CRA

None

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
26 Aug 2020	Bank Guarantee	Short Term	0.80	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Long Term	20.00	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	22.00	ACUITE B+ (Issuer not co-operating*)
28 May 2019	Cash Credit	Long Term	20.00	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	22.00	ACUITE B+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.80	ACUITE A4 (Issuer not co-operating*)
07 Mar 2018	Cash Credit	Long Term	20.00	ACUITE B+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.80	ACUITE A4 (Issuer not co-operating*)
	Term Loan	Long Term	22.00	ACUITE B+ (Issuer not co-operating*)
24 Jan 2017	Cash Credit	Long Term	20.00	ACUITE B+ Stable (Reaffirmed)
	Term Loan	Long Term	22.00	ACUITE B+ Stable (Reaffirmed)
	Bank Guarantee	Short Term	0.80	ACUITE A4 (Reaffirmed)
01 Dec 2015	Cash Credit	Long Term	20.00	ACUITE B+ Stable (Upgraded from ACUITE B Stable)
	Term Loan	Long Term	22.00	ACUITE B+ Stable (Upgraded from ACUITE B Stable)
	Bank Guarantee	Short Term	0.80	ACUITE A4 (Reaffirmed)

16 Sep 2014	Cash Credit	Long Term	20.00	ACUITE B Stable (Assigned)
	Term Loan	Long Term	22.00	ACUITE B Stable (Assigned)
	Bank Guarantee	Short Term	0.80	ACUITE A4 (Assigned)

Annexure - Details of instruments rated

Lender's Name	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Size Of Issue	Rating
State Bank of India	Cash Credit	Not Applicable	Not Applicable	Not Applicable	20.00	ACUITE B+ Reaffirmed Issuer not co-operating*
State Bank of India	Term Loan	Not available	Not available	Not available	22.00	ACUITE B+ Reaffirmed Issuer not co-operating*
State Bank of India	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	0.80	ACUITE A4 Reaffirmed Issuer not co-operating*

Contacts

Analytical	Rating Desk
Aditya Gupta Vice President-Rating Operations Tel: 022-49294041 aditya.gupta@acuite.in Aruna Ganesh Analyst-Rating Operations Tel: 022-49294065 aruna.ganesh@acuite.in	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 rating.desk@acuite.in

About Acuité Ratings & Research

Acuité Ratings & Research Limited is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 8,850 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Kanjurmarg, Mumbai.

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