

Press Release

Arm & Hammer Forgings Private Limited (AHFPL)

25 September, 2017



Rating Update

Total Bank Facilities Rated	Rs. 5.57 Cr
Long Term Rating (Indicative)	SMERA D Issuer not co-operating*

*The issuer did not co-operate; based on best available public information.

**Refer Annexure for Details

Rating Action

SMERA has reviewed the long-term rating of '**SMERA D** (read as SMERA D)' on the Rs.5.57 crore bank facilities of Arm & Hammer Forgings Private Limited (AHFPL). This is an indicative rating.

Non-cooperation by the issuer/borrower: SMERA 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 required documents before due date.

This rating is therefore flagged as "Issuer not – cooperating", in line with prevailing SEBI regulations and SMERA's policies.

Applicable Criteria

- Manufacturing entity: <https://www.smerra.in/criteria-manufacturing.htm>
- Default Recognition: <https://www.smerra.in/criteria-default.htm>

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

About the rated entity: AHFPL, incorporated in 2007, is a Faridabad-based company promoted by Mr. Sanjeev Aggarwal and Mr. Rajeev Aggarwal. AHFPL undertakes manufacturing of forged components.

For FY2013-14 (refers to financial year, April 01 to March 31), AHFPL reported net loss of Rs.2.31 crore on total income of Rs.3.27 crore as compared with net profit of Rs.0.01 crore on total income of Rs.15.58 crore in FY2012-13. AHFPL's net worth was negative at Rs.0.99 crore as on March 31, 2014, as compared with Rs.1.32 crore a year earlier.

Rating history (last three years):

Name of Instrument /Facilities	FY 2018			FY 2017		FY 2016		FY 2015	
	Scale	Amt (Rs. Crore)	Rating	Date	Rating	Date	Rating	Date	Rating
Term Loan	Long term	3.47	SMERA D (Indicative)	-	-	Mar 23, 2016	SMERA D (Reaffirmed)	Jan 16, 2015	SMERA D (Assigned)
Cash Credit	Long term	0.75	SMERA D (Indicative)	-	-	Mar 23, 2016	SMERA D (Reaffirmed)	Jan 16, 2015	SMERA D (Assigned)
Working Capital Term Loan	Long term	1.35	SMERA D (Indicative)	-	-	Mar 23, 2016	SMERA D (Reaffirmed)	Jan 16, 2015	SMERA D (Assigned)

****Annexure – Details of instruments rated:**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Term Loan	NA	NA	NA	3.47	SMERA D Issuer not co-operating*
Cash Credit	NA	NA	NA	0.75	SMERA D Issuer not co-operating*
Working Capital Term Loan	NA	NA	NA	1.35	SMERA D Issuer not co-operating*

*The issuer did not co-operate; based on best available information.

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ABOUT SMERA

SMERA Ratings Limited is a joint initiative of SIDBI, D&B and leading public and private sector banks in India. SMERA is registered with SEBI, accredited by RBI as an External Credit Assessment Institution (ECAI), under BASEL-II norms for undertaking Bank Loan Ratings. SMERA Bond Ratings is a division of SMERA Ratings Limited responsible for ratings of bank facilities, and capital market/money market debt instruments such as Bonds, Debentures, Commercial Papers, Fixed Deposits, Certificate of Deposits, etc. For more details, please visit www.smera.in.

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