



## Press Release

### Hindon Forge Private Limited (HFPL)

January 10, 2019

### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs. 24.33 Cr.#
<b>Long Term Rating</b>	ACUITE D Issuer not co-operating*
<b>Short Term Rating</b>	ACUITE D Issuer not co-operating*

#Refer Annexure for details

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

### Rating Rationale

Acuite has reviewed the long-term and short-term rating of '**ACUITE D**' (read as **ACUITE D**) on the Rs. 24.33 crore bank facilities of Hindon Forge Private Limited (HFPL). This rating is now an indicative rating and is based on best available information.

#### 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 due date.

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

#### Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Manufacturing Entities- <https://www.acuite.in/view-rating-criteria-4.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). Acuite endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

#### About the Rated Entity - Key Financials

	Unit	FY14 (Actual)	FY13 (Actual)	FY12 (Actual)
Operating Income	Rs. Cr.	41.26	43.45	56.20
EBITDA	Rs. Cr.	5.03	5.58	5.90
PAT	Rs. Cr.	0.86	0.96	0.97
EBITDA Margin	(%)	12.20	12.84	10.49
PAT Margin	(%)	0.18	1.08	1.69
ROCE	(%)	9.69	12.73	14.44
Total Debt/Tangible Net Worth	Times	3.39	2.96	2.81
PBDIT/Interest	Times	1.24	1.51	1.65
Total Debt/PBDIT	Times	7.02	5.16	4.66
Gross Current Assets (Days)	Days	-	-	-

### About the Rated Entity:

HFPL, incorporated in 1978, is a Ghaziabad-based company promoted by Mr. Rajesh Agarwal. The company is engaged in the production of forged products like flanges, crankshafts, forged rings, etc.

For FY2014-15, PWPL reported profit after tax (PAT) of Rs.1.25 crore on operating income of Rs.108.05 crore as compared to PAT of Rs. 0.99 crore on operating income of Rs.104.29 crore in FY2013-14. The net worth stood at Rs.20.49 crore as on March 31, 2015, as compared to Rs.19.18 crore a year earlier.

### Status of non-cooperation with previous CRA (if applicable)

None

### Any other information

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

### Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
15Nov-17	Cash Credit	Long term	9.00	ACUITE D Issuer not co-operating*
	Term Loan	Long term	8.08	ACUITE D Issuer not co-operating*
	Bills Discounting	Short Term	7.00	ACUITE D Issuer not co-operating*
	Bank Guarantee	Short Term	0.25	ACUITE D Issuer not co-operating*
13-July-16	Cash Credit	Long term	9.00	ACUITE D (Reaffirmed)
	Term Loan	Long term	8.08	ACUITE D (Reaffirmed)
	Bills Discounting	Short Term	7.00	ACUITE D (Reaffirmed)
	Bank Guarantee	Short Term	0.25	ACUITE D (Reaffirmed)
02-June-15	Cash Credit	Long term	9.00	ACUITE D (Assigned)
	Term Loan	Long term	8.08	ACUITE D (Assigned)
	Bills Discounting	Short Term	7.00	ACUITE D (Assigned)
	Bank Guarantee	Short Term	0.25	ACUITE 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/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	9.00	ACUITE D Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	8.08	ACUITE D Issuer not co-operating*
Bills Discounting	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE D Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.25	ACUITE D Issuer not co-operating*

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

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### About Acuité Ratings & Research:

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