

Press Release

A.P. Steels and Alloys (APSA)

February 21, 2018



Rating Update

Total Bank Facilities Rated*	Rs. 17.30 Cr. #
Long Term Rating	SMERA D Issuer not co-operating*

Refer Annexure for details

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

SMERA has reviewed long-term rating of 'SMERA D' (read as SMERA D) on the Rs. 17.30 crore bank facilities of A.P. Steels and Alloys. 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 being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and SMERA's policies.

Applicable Criteria

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Manufacturing entities - <https://www.smera.in/criteria-manufacturing.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). SMERA endeavoured 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

A.P. Steels & Alloys was established as a partnership firm in 2007. The company commenced commercial operation in the manufacturing of iron ingots in 2009. The company caters to the needs of its group entity, A.P Steels. The manufacturing facilities are located at Trichy, Tamil Nadu.

The company reported net loss of Rs.0.75 crore on net sales of Rs. 5.39 crore in FY2016 as against loss of Rs. 0.89 crore on net sales of Rs. 10.79 crores in FY2015.

Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
23-Dec-2016	Cash Credit	Long Term	INR 6.40	SMERA D (Downgraded from SMERA B-/Stable)
	Term Loan	Long Term	INR 5.90	SMERA D (Downgraded from SMERA B-/Stable)
	Letter of Credit	Short term	INR 5.00	SMERA D (Downgraded from SMERA A4)
06-Jul-2015	Cash Credit	Long Term	INR 6.40	SMERA B-/Stable (Assigned)
	Term Loan	Long Term	INR 5.90	SMERA B-/Stable (Assigned)
	Letter of Credit	Short term	INR 5.00	SMERA A4 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	6.40	SMERA D Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	5.90	SMERA D Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	5.00	SMERA D Issuer not co-operating*

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

Contacts

Analytical	Rating Desk
Suman Chowdhury President – SMERA Bond Ratings Tel: 022-67141107 suman.chowdhury@smera.in	Varsha Bist Manager - Rating Desk Tel: 022-67141160 varsha.bist@smera.in
Namita Palve Analyst - Rating Operations Tel: 022-67141129 namita.palve@smera.in	

ABOUT SMERA

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