

Varun Castings Private Limited: Suspended

Facilities	Amount (Rs. Crore)	Ratings/Outlook
Cash Credit	4.00	SMERA B+/Stable (Suspended)
Term Loan	0.40	SMERA B+/Stable (Suspended)
Buyers Credit/Inland Letter of Credit/Foreign Letter of Credit	5.00	SMERA A4 (Suspended)

SMERA has suspended the long term rating of **SMERA B+ (read as SMERA B plus)** and short term rating of **'SMERA A4' (read as SMERA A four)** assigned to the above mentioned facilities of Varun Castings Private Limited (VCPL). The suspension follows SMERA's inability to undertake rating surveillance in the absence of requisite information of the company.

As per SMERA's suspension policy, outstanding ratings may be suspended if there is insufficient information to assess such ratings during the surveillance process.

About the Company

VCPL, incorporated in 2008, is an iron ingot manufacturer and supplier. The company sells its products to rolling mills in Ludhiana and Mandi Gobindgarh in Punjab.

For FY2013-14 VCPL reported Profit After Tax (PAT) of Rs.0.09 crore on operating income of Rs.56.13 crore, as compared to PAT of Rs.0.16 crore on operating income of Rs.73.37 crore for FY2012-13. For FY2014-15, VCPL reported PAT of Rs.0.08 crore (provisional) on operating income of Rs.71.82 crore. The networth stood at Rs.2.97 crore on 31 March, 2015 as compared with Rs. 3.09 crore in the previous year.

Rating History:

Date	Facilities	Amount (Rs. Crore)	Ratings		Rating/Outlook
			Long Term	Short Term	
July 31, 2014	Cash Credit	4.00	SMERA B+ (Assigned)	-	Stable
	Term Loan	0.46	SMERA B+ (Assigned)	-	Stable
	Buyers Credit/Inland Letter of Credit/Foreign Letter of Credit	5.00	-	SMERA A4 (Assigned)	-

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ABOUT SMERA

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