

## Press Release

### SURYA Ferrous Alloys Private Limited

March 25, 2020

### Rating Update



|                                    |   |
|------------------------------------|---|
| <b>Total Bank Facilities Rated</b> | Rs. 35.00 Cr. #   |
| <b>Long Term Rating</b>            | ACUITE BB<br>(Downgraded from ACUITE BB+/ Stable)<br>Issuer not co-operating* |

# Refer Annexure for details

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

Acuité has reviewed and downgraded the long-term rating to '**ACUITE BB**' (read as **ACUITE double B**) from '**ACUITE BB+**' (read as **ACUITE double B plus**) on the Rs.35.00 crore bank facilities of Surya Ferrous Alloys Private Limited. This rating is now an indicative rating and is based on best available information.

The Maharashtra based SFAPL, incorporated in 2004 is led by Mr. Amit Garg. It is engaged in manufacturing of TMT bars and MS billets. The manufacturing facility is located at Wada Sahapur Road (Palghar) spread across fourteen acres of land. The installed manufacturing capacity of MS billets is 90000 tonnes per annum and TMT bars is 75000 tonnes per annum.

#### Non-cooperation by the issuer/borrower

Acuité 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.

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

#### Applicable Criteria

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

#### 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 (if applicable)

Not Applicable

#### 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 (Upto last three years)

| Date        | Name of Instrument / Facilities | Term      | Amount (Rs. Cr.) | Ratings/Outlook               |
|-------------|---------------------------------|-----------|------------------|-------------------------------|
| 17-Jan-2019 | Cash Credit                     | Long Term | 12.40            | ACUITE BB+/ Stable (Assigned) |
|             | Cash Credit                     | Long Term | 12.70            | ACUITE BB+/ Stable (Assigned) |
|             | Cash Credit                     | Long Term | 9.90             | ACUITE BB+/ Stable (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 | 12.40                       | ACUITE BB<br>(Downgraded from ACUITE BB+ /Stable)<br>Issuer not co-operating* |
| Cash Credit            | Not Applicable   | Not Applicable | Not Applicable | 12.70                       | ACUITE BB<br>(Downgraded from ACUITE BB+ /Stable)<br>Issuer not co-operating* |
| Cash Credit            | Not Applicable   | Not Applicable | Not Applicable | 9.90                        | ACUITE BB<br>(Downgraded from ACUITE BB+ /Stable)<br>Issuer not co-operating* |

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

### Contacts

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|---|---|
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### About Acuité Ratings & Research:

Acuité Ratings & Research Limited (Erstwhile SMERA Ratings 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 6,000 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 Mumbai.

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