

Press Release

ANNAM STEELS (AS)

28 February, 2018



Rating Update

Total Bank Facilities Rated*	Rs. 42.75 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. 42.75 crore bank facilities of ANNAM STEELS (AS). This rating is now an indicative rating and is based on best available information.

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 such information 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

- Trading Entities - <https://www.smera.in/criteria-trading.htm>
- Default Recognition - <https://www.smera.in/criteria-default.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

Annam Steels (AS) established in 1990, is a Chennai - based partnership firm promoted by Mr. Vijayakumar. The firm is a scrap dealer, and is currently engaged in the process of dismantling of plants and selling of scrap from NGEF Ltd.

In FY 2014-15, the firm reported profit after tax (PAT) of Rs.0.56 crore on operating income of Rs.35.90 crore against PAT of Rs. 0.55 crore on operating income of Rs. 39.57 crore for FY2013-14. The Firm's networth stands at Rs. 10.61 crore as on 31st March 2015 as compared with Rs. 8.68 crore a year earlier.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
10-Dec-2016	Working Capital Demand Loan	Long Term	42.75	SMERA D (Reaffirmed)
11-Sept-2015	Working Capital Demand Loan	Long Term	42.75	SMERA B/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
Working Capital Demand Loan	Not Applicable	Not Applicable	Not Applicable	42.75	SMERA D (Indicative)

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

Contacts

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ABOUT SMERA

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