

## Press Release

**RBA Ferro Industries Private Limited**

July 02, 2019



### Rating Withdrawn

<b>Total Bank Facilities Rated*</b>	Rs. 38.00 Cr. #
<b>Long Term Rating</b>	ACUITE BBB- (Withdrawn)
<b>Short Term Rating</b>	ACUITE A3 (Withdrawn)

# Refer Annexure for details

Acuité has withdrawn long-term rating of '**ACUITE BBB-**' (**read as ACUITE triple B minus**) and short term rating of '**ACUITE A3**' (**read as ACUITE A three**) on the Rs. 38.00 crore bank facilities of RBA Ferro Industries Private Limited (RBA).

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

RBA, incorporated in 1986, is a Kolkata-based manufacturing company promoted by Mr. Om Prakash Agarwal. The company manufactures and exports cast iron and ductile iron. The manufacturing facility is located in Howrah (West Bengal) with installed capacity of 1500 tons per month.

#### Analytical Approach

Acuité has considered the standalone financial and business risk profiles of RBA to arrive at the rating.

#### About the Rated Entity - Key Financials

	Unit	FY18 (Actual)	FY17 (Actual)	FY16 (Actual)
Operating Income	Rs. Cr.	170.60	121.74	118.94
EBITDA	Rs. Cr.	12.84	13.46	13.47
PAT	Rs. Cr.	2.84	3.16	3.39
EBITDA Margin	(%)	7.53	11.06	11.33
PAT Margin	(%)	1.67	2.60	2.85
ROCE	(%)	6.66	7.93	15.22
Total Debt/Tangible Net Worth	Times	0.50	0.51	0.56
PBDIT/Interest	Times	3.71	5.35	4.47
Total Debt/PBDIT	Times	2.72	2.30	2.39
Gross Current Assets (Days)	Days	184	200	189

#### 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.

#### Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.htm>

#### Note on complexity levels of the rated instrument

<https://www.acuite.in/criteria-complexity-levels.htm>

### Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
06-Apr-18	Packing Credit	Long Term	20.00	ACUITE BBB-/ Stable (Upgraded)
	Cash Credit	Long Term	1.00	ACUITE BBB-/ Stable (Upgraded)
	Bill Discounting	Short Term	10.00	ACUITE A3 (Upgraded)
	Bank Guarantee	Short Term	7.00	ACUITE A3 (Upgraded)
14-Feb-17	Packing Credit	Long Term	20.00	ACUITE BB/ Stable (Reaffirmed)
	Cash Credit	Long Term	1.00	ACUITE BB/ Stable (Assigned)
	Bill Discounting	Short Term	10.00	ACUITE A4+ (Reaffirmed)
	Bank Guarantee	Short Term	7.00	ACUITE A4+ (Reaffirmed)
03-Nov-16	Packing Credit	Long Term	8.00	ACUITE BB/ Stable (Assigned)
	Bill Discounting	Short Term	4.00	ACUITE A4+ (Assigned)
	Bank Guarantee	Short Term	2.00	ACUITE A4+ (Assigned)

### #Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Packing Credit	Not Applicable	Not Applicable	Not Applicable	20.00	ACUITE BBB- (Withdrawn)
Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE BBB- (Withdrawn)
Bill Discounting	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE A3 (Withdrawn)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE A3 (Withdrawn)

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### About Acuité Ratings & Research:

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