

Press Release



Fabro Forge

30 August, 2018

Rating Update

Total Bank Facilities Rated*	Rs. 10.00 Cr.
Long Term Rating (Indicative)	ACUITE BB Issuer not co-operating*
Short Term Rating (Indicative)	ACUITE A4+ Issuer not co-operating*

Refer Annexure for details

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

Rating Rationale

Acuite` has reviewed long-term rating of '**ACUITE BB**' (**read as ACUITE double B**) and short-term rating of '**ACUITE A4+**' (**read as ACUITE A four plus**) on the Rs. 10.00 crore bank facilities of Fabro Forge. This rating is now an indicative rating and is based on best available information.

Non-cooperation by the issuer/borrower:

Acuite` 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 the due date.

Any Other Information: Acuite` 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/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). Acuite` endeavored to gather information about the entity / industry from the public domain. Therefore, Acuite` cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity:

Established in 2007, Fabro Forge (FF) is engaged in the manufacture of railway track components (rail clip- II, III, V, HTS bolts and nuts). The firm, led by partners, Mrs. Jyoti Kedia and Mr. Rishab Kedia is an approved manufacturer and caters to Research Design and Standard Organization (RSDO).

FF on standalone basis achieved net profit after tax (PAT) of Rs.0.22 crore on operating income of Rs.19.14 crore as compared with PAT of Rs.0.22 crore on operating income of Rs.19.80 crore in FY2016.

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
8th August 2017	Proposed Cash Credit	Long Term	5.00	ACUITE BB/Stable (Assigned)
	Proposed Bank Guarantee	Short Term	5.00	ACUITE A4+ (Assigned)

Annexure – Details of instruments rated:

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB (Indicative)
Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A4+ (Indicative)

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

Contacts

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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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