

Press Release

Alom Extrusions Limited

July 18, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	22.75	-	ACUITE A4 Downgraded Issuer not co-operating*
Bank Loan Ratings	7.25	ACUITE B+ Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	30.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded the long term rating to '**ACUITE B+ (read as ACUITE B Plus)**' from '**ACUITE BB- (read as ACUITE double B Minus)**' and the short-term rating to '**ACUITE A4 (read as ACUITE A four)**' from '**ACUITE A4+ (read as ACUITE A four plus)**' on the Rs.30.00 crore bank facilities of ALOM EXTRUSIONS LIMITED (AEL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

Incorporated in 1980, AEL is engaged in the manufacturing of aluminum-extruded products used in buildings, architectural structures and solar panels. The company is promoted by Mr. Sawal Ram Jhunjhunwala and family, has two operating units, one each at Howrah (West Bengal) and Balasore (Odisha), with combined capacity of 20,800 tons per annum. The company has its registered office located at Kolkata.

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.

Acuite believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

Therefore, this rating continues to be flagged as "Issuer notcooperating", in line with prevailing SEBI regulations and Acuite's policies.

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 - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

Rating Sensitivity

"No information provided by the issuer / available for Acuite to comment upon."

Material Covenants

Not Applicable.

Liquidity Position

No information provided by the issuer / available for Acuite to comment upon.

Outlook

Not Applicable.

Status of non-cooperation with previous CRA

Not Applicable.

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

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

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
19 Apr 2021	Cash Credit	Long Term	7.25	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	1.75	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	21.00	ACUITE A4+ (Issuer not co-operating*)
27 Jan 2020	Letter of Credit	Short Term	21.00	ACUITE A4+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	1.75	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	7.25	ACUITE BB (Issuer not co-operating*)
15 Nov 2018	Cash Credit	Long Term	7.25	ACUITE BB (Issuer not co-operating*)
	Letter of Credit	Short Term	21.00	ACUITE A4+ (Issuer not co-operating*)

	Bank Guarantee	Short Term	1.75	ACUITE A4+ (Issuer not co-operating*)
11 Sep 2017	Cash Credit	Long Term	7.25	ACUITE BB Stable (Assigned)
	Letter of Credit	Short Term	21.00	ACUITE A4+ (Assigned)
	Bank Guarantee	Short Term	1.75	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
ICICI Bank Ltd	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	1.75	ACUITE A4 Downgraded Issuer not co-operating*
ICICI Bank Ltd	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.25	ACUITE B+ Downgraded Issuer not co-operating*
ICICI Bank Ltd	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	21.00	ACUITE A4 Downgraded Issuer not co-operating*

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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