

## Press Release

### Ashutosh Metal Private Limited

February 12, 2020



### Rating Withdrawn

<b>Total Bank Facilities Rated*</b>	Rs.14.00 crore
<b>Long Term Rating</b>	ACUITE BB+ (Withdrawn)
<b>Short Term Rating</b>	ACUITE A4+ (Withdrawn)

\* Refer Annexure for details

### Rating Rationale

Acuité has withdrawn the long-term rating of '**ACUITE BB+**' (**read as ACUITE double B plus**) and short term rating of '**ACUITE A4+**' (**read as ACUITE A four plus**) on the Rs.14.00 crore bank facilities of ASHUTOSH METAL PRIVATE LIMITED (AMPL).

The rating is withdrawn on account of withdrawal request received from the company and No Objection Certificate received from the banker. The rating withdrawal is in accordance with Acuité's policy on withdrawal of rating.

The Mumbai-based AMPL, incorporated in 1999 by Mr. Chandrakant is engaged in the production of stainless steel ingots and flats used in the manufacture of household utensils, S.S. pipes, furniture etc at Ahmedabad, Gujarat. The installed capacity stands at 700 tons per month.

### Analytical Approach

For analytical purposes, Acuité has considered the consolidated business and financial risk profile of AMPL and ASWPL, together referred to as 'Ashutosh Group'. Acuité has adopted a consolidated approach on account of the financial linkages, common management and holding and holding subsidiary relationship. Extent of consolidation: Full.

### About the Rated Entity - Key Financials

	Unit	FY19 (Actual)	FY18 (Actual)
Operating Income	Rs. Cr.	332.41	186.93
PAT	Rs. Cr.	2.18	1.38
PAT Margin	(%)	0.66	0.74
Total Debt/Tangible Net Worth	Times	1.21	0.57
PBDIT/Interest	Times	4.19	3.26

### Status of non-cooperation with previous CRA (if applicable)

Not Applicable

### Any other information

None

### Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Entities in Manufacturing Sector - <https://www.acuite.in/view-rating-criteria-51.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 (Up to last three years)

Date	Name of the instrument/facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
March 29, 2019	Cash Credit	Long term	12.00*	ACUITE BB+/Stable (Downgraded from ACUITE BBB-/Stable)
	Proposed Cash Credit	Long term	0.75	ACUITE BB+/Stable (Downgraded from ACUITE BBB-/Stable)
	Bank Guarantee	Short term	1.25	ACUITE A4+ (Downgraded from ACUITE A3)
January 18, 2018	Cash Credit	Long term	12.00*	ACUITE BBB-/Stable (Assigned)
	Proposed Cash Credit	Long term	0.75	ACUITE BBB-/Stable (Assigned)
	Bank Guarantee	Short term	1.25	ACUITE A3 (Assigned)

\*Sublimit of LC is Rs. 1.50 Crore

**\*Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	12.00*	ACUITE BB+ (Withdrawn)
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	0.75	ACUITE BB+ (Withdrawn)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	1.25	ACUITE A4+ (Withdrawn)

\*Sublimit of LC is Rs. 1.50 Crore

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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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