

Press Release

The Aarko Pipe Gram Udyog Regd

May 28, 2019

Rating Update



Total Bank Facilities Rated*	Rs. 7.78 Cr.
Long Term Rating	ACUITE B Issuer not co-operating*
Short Term Rating	ACUITE A4 Issuer not co-operating*

* Refer Annexure for details

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

Rating Rationale

Acuité has reviewed the long term rating of '**ACUITE B**' and short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 7.78 crore bank facilities of The Aarko Pipe Gram Udyog Regd. This rating is now an indicative rating and is based on best available information.

The Aarko Pipe Gram Udyog Regd was established in the year 2002. It is an association of persons which consists of Mr. Srijal Kohli (President), Ms. Vijay Lakshmi Kohli, Mr. Kamal Kohli, Ms. Bindu Kohli and Ms. Meera Kohli. The society is mainly engaged in manufacturing of cast iron pipes and wires. The society is mainly catering to local market in Jalandhar area.

Non-cooperation by the issuer/borrower:

Acuité 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 Acuité's policies.

Applicable Criteria

- Entities in Manufacturing Industries– <https://www.acuite.in/view-rating-criteria-4.htm>
- Default Recognition: <https://www.acuite.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). Acuité endeavored to gather information about the entity / industry from the public domain. Therefore, Acuité 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.

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

None

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
May 23, 2018	Term Loan I	Long Term	0.90	ACUITE B/Stable (Assigned)
	Term Loan II	Long Term	0.37	ACUITE B/Stable (Assigned)
	Long Term (Proposed)	Long Term	0.26	ACUITE B/Stable (Assigned)
	Cash Credit	Long Term	3.40	ACUITE B/Stable (Assigned)
	Inland Bills of Discounting	Short Term	2.50	ACUITE A4 (Assigned)
	Inland Letter of Credit	Short Term	0.35	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/Outlook
Term Loan I	Not applicable	Not applicable	Not applicable	0.90	ACUITE B (Indicative)
Term Loan II	Not applicable	Not applicable	Not applicable	0.37	ACUITE B (Indicative)
Long Term (Proposed)	Not applicable	Not applicable	Not applicable	0.26	ACUITE B (Indicative)
Cash Credit	Not applicable	Not applicable	Not applicable	3.40	ACUITE B (Indicative)
Inland Bills of Discounting	Not applicable	Not applicable	Not applicable	2.50	ACUITE A4 (Indicative)
Inland Letter of Credit	Not applicable	Not applicable	Not applicable	0.35	ACUITE A4 (Indicative)

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

Contacts

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About Acuite Ratings & Research:

Acuite 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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