

Press Release

Sky Alloy And Power Private Limited

November 03, 2020



Rating Update

Total Bank Facilities Rated*	Rs.82.00 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.

ACUITE has reviewed the long term rating of '**ACUITE B-**' (**read as ACUITE B minus**) and the short term rating of '**ACUITE A4**' (**read as ACUITE A four**) on the Rs.82.00 crore bank facilities of Sky Alloys and Power Private Limited. This rating is now an indicative rating and is based on the best available information. The rating is constrained by information risk.

Sky Alloys and Power Private Limited (SAPPL), a Raipur based company, was incorporated in May 2009 by Mr. Ravi Singhal and Mr. Vinay Kumar Agrawal. The commercial operations started in 2013 while the installation of plant and machinery were set up in 2011. SAPPL, is currently being managed by Mr Ravi Singhal. The Company started its initial production of MS Ingots with a capacity of 200 tons per day and a power plant with a capacity of 16 MW along with two furnaces for Ingots. Currently, the company produces Sponge Iron with a capacity of 60000 Metric tons per annum and MS Ingots of 48000 Metric tons per annum.

Analytical Approach

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

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 the due date.

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

This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.htm>
- Manufacturing Entities-<https://www.acuite.in/view-rating-criteria-59.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 attempts.

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.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
26-Aug-2019	Cash Credit	Long Term	34.25	ACUITE B-/Stable (Reaffirmed)
	Cash Credit	Long Term	15.75	ACUITE B-/Stable (Assigned)
	Term Loan	Long Term	5.37	ACUITE B-/Stable (Assigned)
	Term Loan	Long Term	7.57	ACUITE B-/Stable (Assigned)
	Term Loan	Long Term	1.60	ACUITE B-/Stable (Assigned)
	Term Loan	Long Term	0.80	ACUITE B-/Stable (Assigned)
	Term Loan	Long Term	4.04	ACUITE B-/Stable (Assigned)
	Proposed long term bank facility	Long Term	2.62	ACUITE B-/Stable (Assigned)
	Letter of Credit	Short Term	10.00	ACUITE A4 (Assigned)
13-Aug-2019	Cash Credit	Long Term	32.00	ACUITE B-/Stable (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Bank Name	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	50.00	Punjab National Bank	ACUITE B- Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	19.38	Punjab National Bank	ACUITE B- Issuer not co-operating*
Proposed long term bank facility	Not Applicable	Not Applicable	Not Applicable	2.62	NA	ACUITE B- Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	10.00	Punjab National Bank	ACUITE A4 Issuer not co-operating*

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

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About Acuité Ratings & Research

Acuité Ratings & Research 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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