



## Press Release

Shree Balaji Alumnicast Private Limited

July 05, 2024

### Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	83.00	ACUITE BB+   Downgraded   Issuer not co-operating*	-
Bank Loan Ratings	114.00	-	ACUITE A4+   Downgraded   Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	197.00	-	-

### Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE BB+**' (read as **ACUITE Double B plus**) from '**ACUITE BBB-**' (read as **ACUITE Triple B minus**) and short-term rating to '**ACUITE A4+**' (read as **ACUITE A four plus**) from '**ACUITE A3**' (read as **ACUITE A three**) on the Rs.197.00 Cr. bank facilities of Shree Balaji Alumnicast Private Limited. This rating is now an indicative rating and is based on best available information. The rating has been downgraded on account of information risk and the company has not provided latest NDS for last 3 months consecutively.

### About the Company

Shree Balaji Alumnicast Private Limited (SBAPL) was incorporated in 1995 by Mr. Sunil Aggarwal. The company started trading aluminium scrap, and then, as a backward integration, it got engaged in the manufacturing business by setting up a unit at Dharuhera, Haryana. Since 2008, the company has been engaged in the production of aluminium alloy (molten as well as in solid form) for original equipment manufacturers and automobile players. SBAPL has seven manufacturing units: four in Haryana (located at Dharuhera, Gurgoan, Binola, and Mewat) and one each at Ludhiana (Punjab), Hosur (Tamil Nadu), and Bangalore (Karnataka). The total production capacity of the company stood at 71,200 MT per year. The company has signed MOUs with various well-established vendors (viz., Rockman, Ricco Auto, Alicon Cast Alloys, Kiran Udyog) of Maruti, Hero Motocorp, Honda, etc. for the supply of liquid or molten alloys.

### Unsupported Rating

Not Applicable

### Non-cooperation by the issuer/borrower

Acuite has been requesting for No Default Statements (NDS); however, despite multiple requests; the Company's management has remained non-cooperative and not submitted the NDS for the preceding three consecutive months. 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 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 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). 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.

**Rating Sensitivities**

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

**Liquidity Position**

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

**Outlook**

Not Applicable

**Other Factors affecting Rating**

None

## Key Financials

Particulars	Unit	FY 23 (Actual)	FY 22 (Actual)
Operating Income	Rs. Cr.	740.80	625.54
PAT	Rs. Cr.	7.61	4.90
PAT Margin	(%)	1.03	0.78
Total Debt/Tangible Net Worth	Times	2.38	1.75
PBDIT/Interest	Times	1.78	1.49

### Status of non-cooperation with previous CRA

Not Applicable

### Any other information

None

### Applicable Criteria

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

### Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in).

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
08 Jun 2023	Working Capital Term Loan	Long Term	4.13	ACUITE BBB-   Positive (Reaffirmed)
	Working Capital Term Loan	Long Term	5.87	ACUITE BBB-   Positive (Reaffirmed)
	Cash Credit	Long Term	73.00	ACUITE BBB-   Positive (Reaffirmed)
	Bills Discounting	Short Term	40.00	ACUITE A3 (Reaffirmed)
	Bills Discounting	Short Term	22.00	ACUITE A3 (Reaffirmed)
	Letter of Credit	Short Term	10.00	ACUITE A3 (Reaffirmed)
	Letter of Credit	Short Term	42.00	ACUITE A3 (Reaffirmed)
25 Nov 2022	Letter of Credit	Short Term	42.00	ACUITE A3 (Reaffirmed)
	Letter of Credit	Short Term	10.00	ACUITE A3 (Reaffirmed)
	Bills Discounting	Short Term	22.00	ACUITE A3 (Assigned)
	Bills Discounting	Short Term	40.00	ACUITE A3 (Assigned)
	Cash Credit	Long Term	73.00	ACUITE BBB-   Positive (Reaffirmed)
	Proposed Cash Credit	Long Term	10.00	ACUITE BBB-   Positive (Reaffirmed)
07 Oct 2022	Cash Credit	Long Term	73.00	ACUITE BBB-   Positive (Reaffirmed)
	Proposed Cash Credit	Long Term	10.00	ACUITE BBB-   Positive (Reaffirmed)
	Letter of Credit	Short Term	42.00	ACUITE A3 (Reaffirmed)
	Letter of Credit	Short Term	10.00	ACUITE A3 (Reaffirmed)
24 Jan 2022	Cash Credit	Long Term	53.00	ACUITE BBB-   Stable (Assigned)
	Cash Credit	Long Term	7.50	ACUITE BBB-   Stable (Assigned)
	Proposed Cash Credit	Long Term	22.50	ACUITE BBB-   Stable (Assigned)
	Letter of Credit	Short Term	10.00	ACUITE A3 (Assigned)
	Letter of Credit	Short Term	17.00	ACUITE A3 (Assigned)
	Letter of Credit	Short Term	11.50	ACUITE A3 (Assigned)
	Letter of Credit	Short Term	13.50	ACUITE A3 (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
RBL Bank	Not avl. / Not appl.	Bills Discounting	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	22.00	ACUITE A4+   Downgraded   Issuer not co-operating* (from ACUITE A3 )
HDFC Bank Ltd	Not avl. / Not appl.	Bills Discounting	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	40.00	ACUITE A4+   Downgraded   Issuer not co-operating* (from ACUITE A3 )
State Bank of India	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	73.00	ACUITE BB+   Downgraded   Issuer not co-operating* (from ACUITE BBB- )
State Bank of India	Not avl. / Not appl.	Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	42.00	ACUITE A4+   Downgraded   Issuer not co-operating* (from ACUITE A3 )
HDFC Bank Ltd	Not avl. / Not appl.	Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	10.00	ACUITE A4+   Downgraded   Issuer not co-operating* (from ACUITE A3 )
HDFC Bank Ltd	Not avl. / Not appl.	Working Capital Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	5.87	ACUITE BB+   Downgraded   Issuer not co-operating* (from ACUITE BBB- )
HDFC Bank Ltd	Not avl. / Not	Working Capital Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	4.13	ACUITE BB+   Downgraded   Issuer not co-

	appl.							operating* (from ACUITE BBB- )
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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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