



**Press Release**  
**HI TECH CHEMICALS LIMITED (ERSTWHILE HI TECH CHEMICALS PRIVATE**  
**October 03, 2023**  
**Rating Withdrawn**

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	110.26	Not Applicable   Withdrawn	-
Bank Loan Ratings	15.50	-	Not Applicable   Withdrawn
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	125.76	-	-

**Rating Rationale**

Acuite has withdrawn its long term and short term ratings on the Rs.125.76 crore bank facilities of Hi Tech Chemicals Limited (HTCL). The withdrawal is in accordance with Acuite's policy on withdrawal of ratings. The rating is being withdrawn on account of request received from the company and No Due Certificate from the lenders.

**About the Company**

Incorporated in 1986, Hi-Tech Chemicals Limited (HTCL) is a Jamshedpur based company, headed by Mr. Raj Kumar Agarwal, Mrs. Prabha Agarwal and Mr. Rahul Agarwal. The company was engaged in the manufacture of refractories and ceramic items used in steel melting, continuous casting process and blast furnaces of integrated steel plants. The finished products include various Nozzlex Compound, Slag Arresting Dart, Slide Gate refractory, Pre-cast & monolithic, Tap Hole Clay & Trough Mass, CCR Refractory supplied and exported to reputed clients like Tata Steel Ltd., Arcelor Mittal Nippon Steel India Limited, Sheffield Hitech Refractory (Germany), only to name a few. HTCL has been takenover by RHI Magnesita India Limited in January 2023.

**Analytical Approach**

Not Applicable

**Key Rating Drivers**

**Strengths**

Not Applicable

**Weaknesses**

Not Applicable



Not Applicable

**All Covenants**

Not Applicable

**Liquidity position: Not Applicable**

**Outlook: Not applicable**

**Other Factors affecting Rating**

Not Applicable

## Key Financials

Particulars	Unit	FY 22 (Actual)	FY 21 (Actual)
Operating Income	Rs. Cr.	270.23	220.85
PAT	Rs. Cr.	53.17	22.66
PAT Margin	(%)	19.67	10.26
Total Debt/Tangible Net Worth	Times	0.56	0.61
PBDIT/Interest	Times	16.31	12.78

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

None

### Any other information

HTCL has been takenover by RHI Magnesita India Limited in January 2023.

### Applicable Criteria

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

### Note on complexity levels of the rated instrument

In order to inform the investors about complexity of instruments, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuité'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
07 Jul 2022	Letter of Credit	Short Term	7.00	ACUITE A2+ (Reaffirmed)
	Bank Guarantee	Short Term	2.50	ACUITE A2+ (Reaffirmed)
	Cash Credit	Long Term	40.00	ACUITE A-   Positive (Reaffirmed)
	Term Loan	Long Term	15.02	ACUITE A-   Positive (Reaffirmed)
	Letter of Credit	Short Term	2.00	ACUITE A2+ (Reaffirmed)
	Cash Credit	Long Term	25.00	ACUITE A-   Positive (Reaffirmed)
	Bank Guarantee	Short Term	4.00	ACUITE A2+ (Reaffirmed)
	Cash Credit	Long Term	10.00	ACUITE A-   Positive (Assigned)
	Covid emergency line	Long Term	1.76	ACUITE A-   Positive (Assigned)
	Covid emergency line	Long Term	12.78	ACUITE A-   Positive (Reaffirmed)
	Term Loan	Long Term	5.70	ACUITE A-   Positive (Reaffirmed)
15 Jun 2022	Term Loan	Long Term	10.50	ACUITE A-   Positive (Reaffirmed)
	Bank Guarantee	Short Term	4.00	ACUITE A2+ (Reaffirmed)
	Term Loan	Long Term	21.00	ACUITE A-   Positive (Reaffirmed)
	Cash Credit	Long Term	25.00	ACUITE A-   Positive (Reaffirmed)
	Letter of Credit	Short Term	2.00	ACUITE A2+ (Reaffirmed)
	Bank Guarantee	Short Term	4.50	ACUITE A2+ (Reaffirmed)
	Cash Credit	Long Term	40.00	ACUITE A-   Positive (Reaffirmed)
	Letter of Credit	Short Term	7.00	ACUITE A2+ (Reaffirmed)
23 Mar 2021	Cash Credit	Long Term	25.00	ACUITE A-   Stable (Upgraded from ACUITE BBB+   Stable)
	Cash Credit	Long Term	40.00	ACUITE A-   Stable (Upgraded from ACUITE BBB+   Stable)
	Bank Guarantee	Short Term	4.00	ACUITE A2+ (Upgraded from ACUITE A2 )
	Letter of Credit	Short Term	2.00	ACUITE A2+ (Upgraded from ACUITE A2 )
	Letter of Credit	Short Term	7.00	ACUITE A2+ (Upgraded from ACUITE A2 )
	Term Loan	Long Term	10.50	ACUITE A-   Stable (Upgraded from ACUITE BBB+   Stable)
	Bank Guarantee	Short Term	4.50	ACUITE A2+ (Upgraded from ACUITE A2 )
		Long		ACUITE A-   Stable (Upgraded from

	Term Loan	Term	21.00	ACUITE BBB+   Stable)
13 Jan 2020	Cash Credit	Long Term	40.00	ACUITE BBB+   Stable (Reaffirmed )
	Bank Guarantee	Short Term	4.00	ACUITE A2 (Reaffirmed )
	Letter of Credit	Short Term	2.00	ACUITE A2 (Reaffirmed )
	Letter of Credit	Short Term	7.00	ACUITE A2 (Reaffirmed )
	Term Loan	Long Term	10.50	ACUITE BBB+   Stable (Reaffirmed )
	Bank Guarantee	Short Term	4.50	ACUITE A2 (Reaffirmed )
	Term Loan	Long Term	21.00	ACUITE BBB+   Stable (Assigned)
	Cash Credit	Long Term	25.00	ACUITE BBB+   Stable (Reaffirmed )

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
State Bank of India	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	Simple	4.00	Not Applicable   Withdrawn
Axis Bank	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	Simple	2.50	Not Applicable   Withdrawn
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	10.00	Not Applicable   Withdrawn
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	40.00	Not Applicable   Withdrawn
Axis Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	25.00	Not Applicable   Withdrawn
Axis Bank	Not Applicable	Covid Emergency Line.	Not Applicable	Not Applicable	Not Applicable	Simple	1.76	Not Applicable   Withdrawn
Axis Bank	Not Applicable	Covid Emergency Line.	Not Applicable	Not Applicable	Not Applicable	Simple	12.78	Not Applicable   Withdrawn
State Bank of India	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	7.00	Not Applicable   Withdrawn
Axis Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	2.00	Not Applicable   Withdrawn
Axis Bank	Not Applicable	Term Loan	Not available	Not available	Not available	Simple	5.70	Not Applicable   Withdrawn
Axis Bank	Not Applicable	Term Loan	Not available	Not available	Not available	Simple	15.02	Not Applicable   Withdrawn

## Contacts

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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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