



Press Release
Frontier Alloy Steels Limited

October 17, 2018

Rating Withdrawn

Total Facilities Rated*	Rs. 32.10 Cr.
Long Term Rating	ACUITE BBB+/ Stable
Short Term Rating	ACUITE A2

* Refer Annexure for details

Rating Rationale

Acuité has withdrawn the long term rating of '**ACUITE BBB+/ Stable**' (**read as ACUITE triple B plus**) and the short term rating of '**ACUITE A2**' (**read as ACUITE A two**) to the Rs. 32.10 crore bank facilities of Frontier Alloy Steels Limited. (FASL) The rating withdrawal is in accordance with the Acuité's policy on withdrawal of rating.

Frontier Alloy Steels Limited (FASL) was incorporated in 1986. The company is engaged in manufacturing of alloy steel castings, coil springs, metal bonded rubber components and fabricated products. FASL is managed by Mr. Chetan Bhatia, Mr. Chandan Bhatia, and Mr. Manu Bhatia. The products include coupler assembly, fabricated bogies, draft gears, draw bar, axle box, and rubber components.

Analytical Approach

Acuité has considered the standalone financial and business risk profile of FASL to arrive at the rating.

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

None

Any other information

None

Note on complexity levels of the rated instrument

<https://www.acuite.in/criteria-complexity-levels.htm>

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
28-Nov-2017	Cash Credit	Long term	10.00	ACUITE BBB+ (Indicative)
	Standby Line of Credit	Long term	1.50	ACUITE BBB+ (Indicative)
	Term Loan	Long term	2.23	ACUITE BBB+ (Indicative)
	Proposed bank facilities	Long term	0.37	ACUITE BBB+ (Indicative)
	Letter of Credit	Short Term	5.00	ACUITE A2 (Indicative)
	Bank Guarantee	Short Term	6.00	ACUITE A2 (Indicative)
	Letter of Credit (Proposed)	Short Term	7.00	ACUITE A2 (Indicative)
31-Aug-2016	Cash Credit	Long term	10.00	ACUITE BBB+ /Stable (Upgraded)
	Standby Line of Credit	Long term	1.50	ACUITE BBB+ /Stable (Upgraded)
	Term Loan	Long term	2.23	ACUITE BBB+ /Stable (Upgraded)
	Proposed bank facilities	Long term	0.37	ACUITE BBB+ /Stable (Upgraded)
	Letter of Credit	Short Term	5.00	ACUITE A2 (Upgraded)
	Bank Guarantee	Short Term	6.00	ACUITE A2 (Upgraded)
	Letter of Credit (Proposed)	Short Term	7.00	ACUITE A2 (Upgraded)
	Fixed Deposit	Long term	5.00	ACUITE FBBB/Stable (Withdrawn)
10-Jun-2015	Cash Credit	Long term	10.00	ACUITE BBB/Stable (Upgraded)
	Standby Line of Credit	Short term	1.50	ACUITE A3+ (Upgraded)
	Term Loan	Long term	7.32	ACUITE BBB/Stable (Upgraded)
	Letter of Credit	Long term	5.00	ACUITE A3+ (Upgraded)
	Bank Guarantee	Short Term	6.00	ACUITE A3+ (Upgraded)
	Proposed Bank Facilities	Short Term	2.28	ACUITE BBB/Stable (Upgraded)
	Cash Credit	Short Term	10.00	ACUITE BBB/Stable (Upgraded)
	Fixed Deposit	Long term	5.00	ACUITE FBBB/Stable (Assigned)

***Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE BBB+/Stable (Withdrawn)
Standby Line of Credit	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE BBB+/Stable (Withdrawn)
Term Loan	Not Applicable	Not Applicable	Not Applicable	2.23	ACUITE BBB+/Stable (Withdrawn)
Proposed bank facilities	Not Applicable	Not Applicable	Not Applicable	0.37	ACUITE BBB+/Stable (Withdrawn)
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A2 (Withdrawn)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE A2 (Withdrawn)
Letter of Credit (Proposed)	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE A2 (Withdrawn)

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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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