

Press Release

Bharat Bright Bars Private Limited

July 30, 2018

Rating Update



| | |
|-------------------------------------|--------------------------------------|
| Total Bank Facilities Rated* | Rs. 9.00 Cr. # |
| Long Term Rating | ACUITE D Issuer not co-operating* |
| Short Term Rating | ACUITE D Issuer not co-operating* |

Refer Annexure for details

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

Rating Rationale

Acuite has reviewed and downgraded long-term rating to '**ACUITE D**' (read as **ACUITE D**) from '**ACUITE B+**' (read as **ACUITE B plus**) and short term rating to '**ACUITE D**' (read as **ACUITE D**) from '**ACUITE A4**' (read as **ACUITE A four**) on the Rs.9.00 crore bank facilities of Bharat Bright Bars Private Limited (BBBPL) based on interaction with the company's banker. This rating is now an indicative rating and is based on best available information.

Non-cooperation by the issuer/borrower:

Acuite 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 Acuite's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Manufacturing Entities - <https://www.acuite.in/criteria-manufacturing.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.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). Acuite endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity

Bharat Bright Bars Private Limited (BBBPL) is engaged in the manufacturing of bright steel bars at Thane (Maharashtra). The installed capacity stands at 6,000 tonnes per annum.

For FY2015-16, BBBPL reported profit after tax (PAT) of Rs.0.03 crore on operating income of Rs.23.20 crore as against PAT of Rs.0.07 crore on operating income of Rs.20.53 crore for FY2014-15. The net worth stood at Rs.3.11 crore as on 31 March, 2016 against Rs.3.03 crore a year earlier.

Rating History (Upto last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Crore) | Ratings/Outlook |
|-------------|---------------------------------|------------|--------------------|---------------------------------|
| 08-Jun-2017 | Cash Credit | Long Term | 7.50 | ACUITE B+ / Stable (Downgraded) |
| | Bank Guarantee | Short Term | 1.00 | ACUITE A4 (Downgraded) |
| | Proposed Cash Credit | Long Term | 0.50 | ACUITE B+ / Stable (Downgraded) |
| 09-Mar-2016 | Cash Credit | Long Term | 6.00 | ACUITE BB- / Stable (Assigned) |
| | Bank Guarantee | Short Term | 0.50 | ACUITE A4+ (Assigned) |
| | Proposed Cash Credit | Long Term | 2.00 | ACUITE BB- / Stable (Assigned) |
| | Proposed Bank Guarantee | Short Term | 0.50 | ACUITE A4+ (Assigned) |

#Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Crore) | Ratings |
|------------------------------------|------------------|----------------|----------------|-------------------------------|--------------------------------------|
| Cash Credit | Not Applicable | Not Applicable | Not Applicable | 7.50 | ACUITE D Issuer not co-operating* |
| Bank guarantee/Letter of Guarantee | Not Applicable | Not Applicable | Not Applicable | 1.00 | ACUITE D Issuer not co-operating* |
| Proposed Cash Credit | Not Applicable | Not Applicable | Not Applicable | 0.50 | ACUITE D Issuer not co-operating* |

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

Contacts

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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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