



## Press Release

**Shreyash Aluminium and Alloys Pvt Ltd**

**April 07, 2021**

### Ratings

Sl. No.	Instrument/Facility	Amount Rs. Crore)	Ratings	Rating Action
1.	Long Term Bank Facilities- Cash Credit	11.50	Provisional IVR A-(CE) ;Stable (Provisional IVR single A Minus[Credit Enhancement] with Stable Outlook) *	Withdrawn
2.	Proposed Long Term Bank Facilities- Cash Credit	2.50	Provisional IVR A-(CE) ;Stable (Provisional IVR Single A Minus[Credit Enhancement] with Stable Outlook) *	Withdrawn
2.	Short Term Bank Facilities	10.00	Provisional IVR A2+(CE) (Provisional IVR A Two Plus [Credit Enhancement])*	Withdrawn
		<b>24.00 (Rupees twenty four crore only)</b>		

***\*Provisional CE rating backed by corporate guarantee from Cabcon India Limited (CIL) rated IVR A-; Stable/A2+***

**Details of Facilities are in Annexure 1**

### **Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers**

Earlier Infomerics had assigned ratings to the bank facilities of Shreyash Aluminium and Alloys Private Limited (SAAPL) derives strength from proposed unconditional and irrevocable corporate guarantee extended by Cabcon India Limited (CIL) to the bank facilities of SAAPL. This proposed corporate guarantee results in credit enhancement in the ratings of the said instruments to Provisional IVR A- (CE); Stable/ Provisional IVR A2+ (CE) (IVR Single A Minus [Credit Enhancement] with Stable Outlook/ IVR A Two Plus [Credit Enhancement]) against the unsupported rating of IVR BB+; Stable (IVR Double B Plus with Stable Outlook).

Now, Infomerics has withdrawn the outstanding ratings of 'Provisional IVR A- (CE); Stable Outlook' (Provisional IVR Single A Minus [Credit Enhancement] with Stable Outlook) / Provisional IVR A2+ (IVR A Two Plus) [Credit Enhancement]) against the unsupported rating of IVR BB+; Stable (IVR Double B Plus with Stable Outlook) assigned to the bank facilities of Shreyash Aluminium and Alloys Pvt Ltd with immediate effect as the company has not proceeded with the debt facilities as envisaged.



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As per the Infomerics 'Policy on Provisional Ratings'; the provisional ratings need to be withdrawn or shall be converted into final ratings within the maximum time period of 180 days.

### Detailed Rationale

The rating is withdrawn in accordance with Infomerics' policy on withdrawal and Policy on Provisional Ratings.

### Analytical approach and Applicable Criteria

Policy on Provisional Ratings

### About the company

Incorporated in May, 2007, Shreyash Aluminium and Alloys Pvt Ltd (SAAPL) is engaged in manufacturing of Aluminums wire rods, flip coils, aluminum notch bars and special heat alloy rods. The manufacturing unit of company is located at NH-6 Bombay Road at Dhulagarh Industrial Park, Howrah with an installed capacity of 18000 MTPA.

**Status of Non Co-operation with any other CRA:** BWR has moved the rating of SAAPL to issuer non cooperating category vide its press release dated March 18,2020 due to lack of cooperation from the client and in absence of information.

**Any other information:** None

### Rating History for last three years:

Sl. No	Name of Instrument/ Facilities (a)	Type	Current Rating (Year 2020-2021)			Rating History for the past 3 years		
			Amount outstanding (INR crore)	Rating	Rating (September 28, 2020)	Date(s) & Rating(s) assigned in 2019-20	Date(s) & Rating(s) assigned in 2018-19	Date(s) & Rating(s) assigned in 2017-18
1.	Cash Credit	Long Term	11.50	Withdrawn	Provisional IVR A- [CE]/ Stable Outlook*	--	--	--
2.	Proposed Cash Credit	Long Term	2.50	Withdrawn	Provisional IVR A- [CE]/ Stable Outlook*	--	--	--



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3.	Letter of Credit	Short Term	7.00	Withdrawn	Provisional IVR A2+ [CE]*	--	--	--
4.	Export Invoice Financing	Short Term	3.00	Withdrawn	Provisional IVR A2+ [CE]*	--	--	--

**Note on complexity levels of the rated instrument:** Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at [www.infomerics.com](http://www.infomerics.com).

### Name and Contact Details of the Analysts:

Name: Ms. Nidhi Sukhani

Tel: (033) 46022266

Email: [nsukhani@infomerics.com](mailto:nsukhani@infomerics.com)

Name: Mr. Avik Podder

Tel: (033) 46022266

Email: [apodder@infomerics.com](mailto:apodder@infomerics.com)

### About Infomerics:

Infomerics commenced rating & grading operations in April 2015 after having spent over 25 years in various segments of financial services. Infomerics is registered with the Securities and Exchange Board of India (SEBI) and accredited by Reserve Bank of India. Company's long experience in varied spectrum of financial services is helping it to fine tune its product offerings to best suit the market.

**Disclaimer:** Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change, suspend or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.

### Annexure I



## Press Release

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Long Term Fund Based Limits- Cash Credit	-	-	-	11.50	Provisional IVR A- [CE]/ Stable Outlook* (Withdrawn)
Proposed Long Term Fund Based Limits- Proposed Cash Credit	-	-	-	2.50	Provisional IVR A- [CE]/ Stable Outlook* (Withdrawn)
Short Term Non-Fund Based Limits- Letter of Credit	-	-	-	7.00	Provisional IVR A2+ [CE]* (Withdrawn)
Short Term Non-Fund Based Limits- Export Invoice Financing	-	-	-	3.00	Provisional IVR A2+ [CE]* (Withdrawn)

*\*backed by proposed corporate guarantee from Cabcon India Limited*