



Press Release

Agarwal Induction Furnace Pvt. Ltd

January 25, 2023

Rating

Instrument/ Facility	Amount (Rs. crore)	Rating	Rating Action	Complexity Indicator
Long term Bank Facilities	-	-	Withdrawn	Simple
Short term Bank Facilities	-	-	Withdrawn	Simple
Total	-			

Details of Facilities are in Annexure 1

Key Rating Drivers and Detailed description of the key rating drivers

Infomerics has withdrawn the outstanding long-term rating of 'IVR BBB-/ Positive (IVR Triple B Minus with Positive Outlook)' and short-term 'IVR A3 (IVR A Three)' assigned to the bank facilities of Agarwal Induction Furnace Pvt. Ltd (AIFPL) with immediate effect. The above action has been taken at the request of AIFPL and 'No Due Certificate' received from its lender, South Indian Bank, which have extended the facilities rated by Infomerics.

Detailed Rationale

The rating is withdrawn in accordance with Infomerics' policy on withdrawal. Link to the withdrawal policy is provided below:

Analytical Approach: Standalone

Applicable Criteria:

[Policy on Withdrawal of ratings](#)

[Criteria of assigning Rating Outlook](#)

About the Company

Incorporated in July 31, 2008, Bangalore based Agarwal Induction Furnace Pvt. Ltd. (AIFPL) (Formerly Known as Surbhi Steel Private Limited) was promoted by one Mr. Vinod Kumar Agarwal. AIFPL is engaged in manufacturing of mild steel billet (about ~88% of TOI in FY19) and trading of coal and mild steel sections. The manufacturing facility of the company is



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located at Anantapur, Andhra Pradesh with current installed capacity of 1,08,000 MTPA after completing expansion in December 2019.

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Nil

Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Current Ratings (Year 2022-23)				Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Cr)	Rating	Date(s) & Rating(s) assigned in 2022-23 (April 08, 2022)	Date(s) & Rating(s) assigned in 2021-22 (April 01, 2021)	Date(s) & Rating(s) assigned in 2020-21 (April 09, 2020)	Date(s) & Rating(s) assigned in 2019-20
1.	Cash Credit	Long Term	-	Withdrawn	IVR BBB-/ Positive	IVR BBB-/ Under Credit Watch with Developing Implication	IVR BBB-/ Stable	-
2.	Letter of Credit	Short Term	-	Withdrawn	IVR A3	IVR A3;/ Under Credit Watch with Developing Implication	IVR A3	-

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About Infomerics:

Infomerics was founded in the year 1986 by a team of highly experienced and knowledgeable finance professionals. Subsequently, after obtaining Securities Exchange Board of India registration and RBI accreditation and the activities of the company are extended to External Credit Assessment Institution (ECAI).



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Adhering to best International Practices and maintaining high degree of ethics, the team of knowledgeable analytical professionals deliver credible evaluation of rating.

Infomerics evaluates wide range of debt instruments which helps corporates open horizons to raise capital and provides investors enlightened investment opportunities. The transparent, robust and credible rating has gained the confidence of Investors and Banks.

Infomerics has a pan India presence with Head Office in Delhi, branches in major cities and representatives in several locations.

For more information visit www.infomerics.com

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 1: Details of Facilities

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Cash Credit	-	-	-	-	Withdrawn
Letter of Credit	-	-	-	-	Withdrawn

Annexure 2: List of companies considered for consolidated analysis: Not Applicable.

Annexure 3: Facility wise lender details: Not Applicable.

Annexure 4: Detailed explanation of covenants of the rated instrument/facilities: Not Applicable.



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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.