

## Infomerics Valuation And Rating Pvt. Ltd.

### Press Release

### Worldwide Metals Private Ltd.

October 8, 2018

### Rating

Instrument / Facility	Amount	Rating	Rating Action
Long term Bank Facilities	Rs.96.00 crores	IVR D (IVR D)	Revised from IVR BB+ with Stable Outlook/IVR A4 (IVR Double B plus with Stable Outlook/IVR A Four)
Short term Bank Facilities	Rs.4.00 crores	IVR D (IVR D)	Revised from IVR A4 (IVR A Four)

Details of Facility are in Annexure 1

### Detailed Rationale

The rating takes in to account the recent instances of irregularities in debt servicing by the company. The liquidity profile of the company continues to remain stressed aggravated by the drop in supply of aluminium from its main suppliers.

### List of Key Rating Drivers

- Delays in debt servicing

### Detailed Description of Key Rating Drivers

#### Delays in debt servicing

There have been delays in debt servicing of the company in the recent past. Further the company is facing issues in supply of material from its main supplier.

### Analytical Approach & Applicable Criteria

Rating Methodology for Trading Companies

## Infomerics Valuation And Rating Pvt. Ltd.

Financial Ratios & Interpretation – non-financial companies

Criteria on Default Recognition and Post-Default Curing Period

### About the Company

Worldwide Metals Pvt Ltd (WMPL) was incorporated in October 2015. The other companies in the group are Olympus Metal Pvt Ltd (OMPL), Oyster Steel & Iron Pvt Ltd (OSIPL) and Draken Metals Trading Pvt Ltd (DMTPL). All the companies are involved in wholesale trading of mainly metals products such as aluminium wire rods, ingots, extrusions and copper wire rods. The companies procure their trading materials from two main suppliers namely Vedanta Ltd and Bharat Aluminium Co. Ltd (BALCO). The companies operate out of offices in New Delhi, Haryana and Rajasthan and have built up a network of around 150 customers.

**Status of non-cooperation with previous CRA:** Not applicable

**Any other information:** Nil

**Rating History for last three years:**

S. No.	Name of Instrument/Facilities	Current Rating (Year 2018-19)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2017-18	Date(s) & Rating(s) assigned in 2016-17	Date(s) & Rating(s) assigned in 2015-16
1.	Long Term Bank Facility - CC Facility	Long Term / Short Term	96.00	IVR D (IVR D)	IVR BB+/Stable Outlook (IVR Double B Plus with Stable Outlook) - December 14, 2017	--	--
2.	Short Term Non-Fund Based Limits- Bank Guarantee	Short Term	4.00	IVR D (IVR D)	IVR A4 (IVR A Four) - December 14, 2017	--	--

**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).



## Infomerics Valuation And Rating Pvt. Ltd.

### Name and Contact Details of the Rating Analyst:

Name: Shri Sriram Rajagopalan

Tel: (022) 40036966

Email: [srajagopalan@infomerics.com](mailto:srajagopalan@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. It is gradually gaining prominence in domestic rating and/or grading space. Infomerics is striving for positioning itself as the most trusted & credible rating agency in the country and is gradually widening its product portfolio. Company's long experience in varied spectrum of financial services is helping it to fine tune its product offerings to best suit the market.

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### Annexure 1: Details of Facility

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility(Rs. Crores)	Rating Assigned/ Outlook
CC Facility	-	-	-	96.00	IVR D (IVR D)
Bank Guarantee	-	-	-	4.00	IVR D (IVR D)