June 12, 2025

Maan Aluminium Limited: Update on Material Event

Summary of rating action

Instrument*	Previous rated amount (Rs. crore)	Current rated amount (Rs. crore)	Rating action
Long term – Fund-based – Cash credit	55.00	55.00	[ICRA]BBB+ (Stable); outstanding
Short term – Fund-based – Bill discounting	50.00	50.00	[ICRA]A2; outstanding
Total	**105.00**	**105.00**	

**Instrument details are provided in Annexure I*

Material Event

In a recent announcement dated June 03, 2025, the United States of America (US) has increased the tariff on the import of steel and aluminium products to 50% from 25%, with effect from June 04, 2025. As per the announcement, the higher tariffs are applicable on imports from all countries, except the United Kingdom.

Impact of Material Event

In FY2025, exports accounted for ~40% of Maan Aluminium Limited's (MAL) manufacturing revenues, with the US contributing 85-90% to the total exports. The management has stated that all the export orders have cost pass-on clauses. Therefore, the duty hike will be borne by the customers, leading to no near-term impact on the business. However, the higher tariff might have an adverse impact on the overall demand scenario in the US, thereby affecting MAL's export demand, going forward. ICRA will continue to monitor the impact of the tariff increase on MAL's order book and profitability and take appropriate action, as and when required. ICRA understands that the company's liquidity position remains comfortable with free cash and liquid investments of ~Rs.5 crore as on June 10, 2025, along with an adequate cushion of ~Rs.48 crore in the fund-based bank limits. The company's repayment obligations remain moderate at ~Rs. 3 crore in FY2026.

Please refer to the following link for the previous detailed rationale that captures the key rating and their description, liquidity position, rating sensitivities and key financial indicators: click here

Analytical approach

Analytical approach	Comments
Applicable rating methodologies	Corporate Credit Rating Methodology
Parent/Group support	Not applicable
Consolidation/Standalone	The ratings are based on the standalone financial profile of the company

About the company

Maan Aluminium Limited, incorporated in 2003 by Mr. Ravinder Nath Jain, is engaged in the trading of aluminium ingot/billets/rods and the manufacturing of aluminium alloy extruded products, including rods and bars. The company's plant is at Pithampur in Madhya Pradesh, with an installed capacity of 24,000 MTPA (enhanced from 10,000 MTPA in December

2024). The company exports its products globally and is accredited with a three-star export house status. Further, the company has in-house anodising and powder coating facilities to manufacture value-added products.

Its plant in central India was one of the first to be commissioned in 1989. In 2009, the company was rebranded Maan Aluminium Ltd. The day-to-day operations of the company are managed by its managing director, Mr. Ravinder Nath Jain, along with his daughter and son-in law.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Current (FY2026)					Chronology of rating history for the past 3 years					
			FY2026		FY2025		FY2024		FY2023	
Instrument	**Type**	**Amount rated (Rs. crore)**	**Date**	**Rating**	**Date**	**Rating**	**Date**	**Rating**	**Date**	**Rating**
Cash credit	Long-term	55.00	Jun 12, 2025	[ICRA]BBB+ (Stable)	Apr 04, 2024	[ICRA]BBB+ (Stable)	-	-	Mar 23, 2023	[ICRA]BBB+ (Stable)
			Apr 08, 2025	[ICRA]BBB+ (Stable)	-	-	-	-	-	-
Unallocated	Long-term	0.00	-	-	-	-	-	-	Mar 23, 2023	[ICRA]BBB+ (Stable)
Bill discounting	Short-term	50.00	Jun 12, 2025	[ICRA]A2	Apr 04, 2024	[ICRA]A2	-	-	Mar 23, 2023	[ICRA]A2
			Apr 08, 2025	[ICRA]A2	-	-	-	-	-	-
Bank guarantee	Short-term	0.00	-	-	-	-	-	-	Mar 23, 2023	[ICRA]A2

Complexity level of the rated instruments

Instrument	Complexity indicator
Long term – Fund-based limits – Cash credit	Simple
Short term – Fund-based limits – Bill discounting	Simple

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional or legal aspects. Details on the complexity levels of the instruments are available on ICRA's website: Click here

Annexure I: Instrument details

ISIN	Instrument name	Date of issuance	Coupon rate	Maturity	Amount rated (Rs. crore)	Current rating and outlook
NA	**Long term – Fund-based limits – Cash credit**	NA	NA	NA	55.00	[ICRA]BBB+ (Stable)
NA	**Short term – Fund-based limits – Bill discounting**	NA	NA	NA	50.00	[ICRA]A2

Source: Company

Please click here to view details of lender-wise facilities rated by ICRA

Annexure II: List of entities considered for consolidated analysis – Not Applicable

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