October 05, 2020

Vibhor Steel Tubes (P) Limited: Ratings Withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term – Cash Credit	38.00	38.00	[ICRA]BB+ (Stable); ISSUER NOT COOPERATING; Withdrawn
Long Term – Term Loan	16.96	16.96	[ICRA]BB+ (Stable); ISSUER NOT COOPERATING; Withdrawn
Non-fund based – Letter of Credit	21.00**	21.00**	[ICRA]A4+; ISSUER NOT COOPERATING; Withdrawn
Non-fund based – Bank Guarantee	21.00**	21.00**	[ICRA]A4+; ISSUER NOT COOPERATING; Withdrawn
Fund-based – Forward Contract Limit	(5.00) ***	(5.00) ***	[ICRA]BB+(Stable)/[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn
Fund-based – EPC/PCFC//EBC/FBD/ODBC	(5.00) ***	(5.00) ***	[ICRA]BB+(Stable)/[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn
Fund-based – Derivative /CEL	0.10	0.10	[ICRA]BB+(Stable)/[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn
Unallocated	7.94	7.94	[ICRA]BB+(Stable)/[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn
Total	**105.00**	**105.00**	

**Instrument details are provided in Annexure-1*

***fully interchangeable*

****sublimit of cash credit facility*

Rationale

The long-term and short term ratings assigned to Vibhor Steel Tubes (P) Limited have been withdrawn at the request of the company and based on the No Objection Certificate received from the banker, and in accordance with ICRA's policy on withdrawal and suspension. ICRA is withdrawing the rating and that it does not have information to suggest that the credit risk has changed since the time the rating was last reviewed.

Key rating drivers and their description

Key rating drivers have not been captured as the rating is being withdrawn.

Liquidity position

Not captured as the rating is being withdrawn.

Rating sensitivities

Not captured as the rating is being withdrawn.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology ICRA Policy on Withdrawal and Suspension of Credit Rating
Parent/Group Support	NA
Consolidation/Standalone	Standalone

About the company

VSTPL was promoted by Mr. Vibhor Kaushik and Mr. Vijay Kaushik in 2003. The company is engaged in manufacturing of hollow section, GI and ERW (Electric Resistance Welded) black pipes, ranging from size 1/2” to 8” in diameter. It has two manufacturing facilities, one located at Raigarh, Maharashtra; with a production capacity of 1,25,000 MT per annum and the second located in Mehboob Nagar, Telangana; with a production capacity of 96,000 MT per annum

Key financial indicators (audited): NA

Status of non-cooperation with previous CRA:

CRA	Status	Date of release
CRISIL	CRISIL B+(Stable)/A4; Issuer not cooperating	August 06, 2019

Any other information: None

Rating history for past three years

S. No	Name of Instrument	Type	Current Rating (FY2021)				Chronology of Rating History for the Past 3 years			
			Rated amount	Amount outstanding	Month-year & Rating		Month- year and Rating in FY2020	2019	FY2018	
			(Rs. crore)		05-Oct- 2020	25-Jun-2020	30-May-2019	-	23-Nov-2017	15-Nov-2017
1	Cash Credit	Long Term	38.00	-	[ICRA]BB+ (Stable); ISSUER NOT COOPERATING; Withdrawn	[ICRA]BB+ (Stable) ISSUER NOT COOPERATING	[ICRA]BBB- (Stable) ISSUER NOT COOPERATING	-	[ICRA]BBB- (Stable)	[ICRA]BBB- (Stable)
2	Term Debt	Long Term	16.96	-	[ICRA]BB+ (Stable); ISSUER NOT COOPERATING; Withdrawn	[ICRA]BB+ (Stable) ISSUER NOT COOPERATING	[ICRA]BBB- (Stable) ISSUER NOT COOPERATING	-	[ICRA]BBB- (Stable)	[ICRA]BBB- (Stable)
3	Letter of Credit	Short Term	21.00**	-	[ICRA]A4+; ISSUER NOT COOPERATING; Withdrawn	[ICRA]A4+ ISSUER NOT COOPERATING	[ICRA]A3 ISSUER NOT COOPERATING	-	[ICRA]A3	[ICRA]A3
4	Bank Guarantee	Short Term	21.00**	-	[ICRA]A4+; ISSUER NOT COOPERATING; Withdrawn	[ICRA]A4+ ISSUER NOT COOPERATING	[ICRA]A3 ISSUER NOT COOPERATING	-	[ICRA]A3	[ICRA]A3
5	Forward Contract Limit	Long Term / Short Term	(5.00) ***	-	[ICRA]BB+ (Stable)/[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn	[ICRA]BB+ (Stable)/[ICRA]A4+ ISSUER NOT COOPERATING	[ICRA]BBB- (Stable)/[ICRA]A3 ISSUER NOT COOPERATING	-	[ICRA]BBB- (Stable) / [ICRA]A3	[ICRA]BBB- (Stable) / [ICRA]A3
6	EPC/PCFC//EBC/FBD/ODBC	Long Term / Short Term	(5.00) ***	-	[ICRA]BB+ (Stable)/[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn	[ICRA]BB+ (Stable)/[ICRA]A4+ ISSUER NOT COOPERATING	[ICRA]BBB- (Stable)/[ICRA]A3 ISSUER NOT COOPERATING	-	[ICRA]BBB- (Stable) / [ICRA]A3	[ICRA]BBB- (Stable) / [ICRA]A3
7	Derivative / CEL	Long Term / Short Term	0.10	-	[ICRA]BB+ (Stable)/[ICRA]A4+ ISSUER NOT	[ICRA]BB+ (Stable)/[ICRA]A4+ ISSUER NOT	[ICRA]BBB- (Stable)/[ICRA]A3 ISSUER NOT	-	[ICRA]BBB- (Stable) / [ICRA]A3	[ICRA]BBB- (Stable) / [ICRA]A3

					COOPERATING; Withdrawn	COOPERATING	COOPERATING			
8	Unallocated	Long Term /Short Term	7.94	-	[ICRA]BB+ (Stable)/[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn	[ICRA]BB+ (Stable)/[ICRA]A4+ ISSUER NOT COOPERATING	[ICRA]BBB- (Stable)/[ICRA]A3 ISSUER NOT COOPERATING	-	[ICRA]BBB- (Stable) / [ICRA]A3	[ICRA]BBB- (Stable) / [ICRA]A3

Amount in Rs. Crore

Complexity level of the rated instrument

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the website www.icra.in

Annexure-1: Instrument details

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Cash Credit	NA	NA	NA	38.00	[ICRA]BB+(Stable); ISSUER NOT COOPERATING; Withdrawn
NA	Term Debt	FY2014	NA	FY2020	16.96	[ICRA]BB+(Stable); ISSUER NOT COOPERATING; Withdrawn
NA	Letter of Credit	NA	NA	NA	21.00**	[ICRA]A4+; ISSUER NOT COOPERATING; Withdrawn
NA	Bank Guarantee	NA	NA	NA	21.00**	[ICRA]A4+; ISSUER NOT COOPERATING; Withdrawn
NA	Forward Contract Limit	NA	NA	NA	(5.00) ***	[ICRA]BB+(Stable)/[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn
NA	EPC/PCFC//EBC/FBD/ODBC	NA	NA	NA	(5.00) ***	[ICRA]BB+(Stable)/[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn
NA	Derivative / CEL	NA	NA	NA	0.10	[ICRA]BB+(Stable)/[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn
NA	Unallocated	NA	NA	NA	7.94	[ICRA]BB+(Stable)/[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn

Annexure-2: List of entities considered for consolidated analysis : NA

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About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

For more information, visit www.icra.in

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