

October 25, 2022

Meenakshi Bright Steel Bars Private Limited: Rating Withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term – Fund Based – Cash Credit	25.00	25.00	[ICRA]BB+(Stable); Withdrawn
Total	25.00	25.00	

*Instrument details are provided in Annexure-I

Rationale

ICRA has withdrawn the rating assigned to the bank facilities of **Meenakshi Bright Steel Bars Private Limited** at the request of the company and based on the No Objection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. However, ICRA does not have information to suggest that the credit risk has changed since the time the rating was last reviewed.

The Key Rating Drivers, Liquidity Position, Rating Sensitivities and Key Financial Indicator have not been captured as the rated instruments are being withdrawn. The previous detailed rating rationale is available at the following link: [Click here](#)

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Corporate Credit Rating Methodology Policy on Withdrawal of Credit Ratings Rating Approach - Consolidation
Parent/Group support	Not Applicable
Consolidation/Standalone	For arriving at the ratings, ICRA has consolidated the financials of various Group companies as listed in Annexure-2

About the company

Incorporated in 1992 and was acquired by the Bhuwalka Premier Group of Companies and was renamed to its current form in 2011. MBSBPL manufactures ingots and thermo-mechanically treated (TMT) bars from its facility in Hindupur, Andhra Pradesh, with an installed capacity of 75,000 MTPA. It also trades in TMT bars and other steel products. It functions primarily as a regional player catering to the localised demand from construction companies and steel traders in Karnataka and Andhra Pradesh.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument		Current rating (FY2023)				Chronology of rating history for the past 3 years			
		Type	Amount rated (Rs. crore)	Amount outstanding (Rs. crore)	Date & rating in FY2023		Date & rating in FY2022	Date & rating in FY2021	Date & rating in FY2020
					Oct 25, 2022	May 23, 2022			
1	Cash Credit	Long Term	25.00	-	[ICRA]BB+(Stable); Withdrawn	[ICRA]BB+ (Stable)	-	[ICRA]BBB-(Stable)	[ICRA]BBB-(Stable)

Complexity level of the rated instruments

Instrument	Complexity Indicator
Long Term – Fund Based – Cash Credit	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: www.icra.in

Annexure I: Instrument details

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity	Amount Rated (Rs. Crore)	Current Rating and Outlook
NA	Cash Credit	-	-	-	25.00	[ICRA]BB+ (Stable); Withdrawn

Source: Company

[Please Click here to view details of lender-wise facilities rated by ICRA](#)

Annexure II: List of entities considered for consolidated analysis –

Company Name	Ownership	Consolidation Approach
Bhuwalka & Sons Private Limited	-	Full consolidation
Deccan Alloys Private Limited	-	Full consolidation till FY2020 (operations suspended and not consolidated from FY2021)
Meenakshi Bright Steel Bars Private Limited	-	Full consolidation
Vishwakarma Refractories Private Limited	-	Full consolidation
Bhuwalka Castings & Forging Private Limited	-	Full consolidation

Source: The Group

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Branches



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