

August 03, 2023

## Sonal Irons Industry Private Limited (erstwhile Sri Sri Rukmani Rolling Mill Private Limited): Ratings withdrawn

### Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term - Fund Based/ CC	27.50	27.50	[ICRA]BB- (Stable); withdrawn
Long Term - Fund Based TL	8.58	8.58	[ICRA]BB- (Stable); withdrawn
<b>Total</b>	<b>36.08</b>	<b>36.08</b>	

\*Instrument details are provided in Annexure I

### Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of Sonal Irons Industry Private Limited (SIPL) at the request of the company, and upon receipt of No Dues Certificate (NDC) from the bankers, which is in accordance with ICRA's policy on withdrawal of credit rating. 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position, rating sensitivities, and key financial indicators have not been captured as the rated instruments are being withdrawn.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	<a href="#">Corporate Credit Rating Methodology</a> <a href="#">Rating Methodology for Entities in the Ferrous Metals Industry</a> <a href="#">ICRA Policy on Withdrawal of Credit Ratings</a>
Parent/Group support	Not Applicable
Consolidation/standalone	Standalone

### About the company

Sonal Irons Industry Private Limited (erstwhile Sri Sri Rukmani Rolling Mill Private Limited), established in 2008, manufactures structural steel products (mainly comprising MS angles and channels) at its facility in Hosur, Karnataka. The manufacturing facility has a furnace division with an installed capacity of 30,000 MTPA and a rolling mill division with an installed capacity of 72,000 MTPA. The company also trades in structural steel, billets and other raw materials. SIPL is a part of the OPG Group, which has a presence of more than five decades across iron & steel, power, infrastructure, and food products businesses.

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

**Any other information: None**

## Rating history for past three years

Instrument		Current rating (FY2024)			Chronology of rating history for the past 3 years			
		Type	Amount rated (Rs. crore)	Amount outstanding as on March 31, 2023 (Rs. crore)	Date & rating	Date & rating in FY2023	Date & rating in FY2022	Date & rating in FY2021
					August 03, 2023	October 13, 2022	July 22, 2021	August 14, 2020
1	Cash credit	Long Term	27.50	-	[ICRA]BB- (Stable); withdrawn	[ICRA]BB- (Stable)	[ICRA]BB- (Stable)	[ICRA]B+ (stable); ISSUER NOT COOPERATING*
2	Term loan	Long Term	8.58	**	[ICRA]BB- (Stable); withdrawn	[ICRA]BB- (Stable)	[ICRA]BB- (Stable)	[ICRA]B+ (stable); ISSUER NOT COOPERATING*
3	Non-Fund based	Short Term	-	-	-	-	[ICRA]A4; ISSUER NOT COOPERATING; withdrawn	[ICRA]A4; ISSUER NOT COOPERATING*
4	Unallocated	Long Term/ Short Term	-	-	-	-	[ICRA]BB- (Stable); Upgraded from [ICRA]B+ (Stable) and removed from Issuer Not Cooperating/[ICRA]A4; Issuer Not Cooperating and withdrawn	[ICRA]B+ (stable)/ [ICRA]A4; ISSUER NOT COOPERATING*

Amount in Rs. Crore \*Issuer did not co-operate; based on best available information\*\*The amount of term loan outstanding as on August 03, 2023 is nil.

## Complexity level of the rated instruments

Instrument	Complexity Indicator
Long term - Fund Based (Term Loan)	Simple
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: [Click Here](#)

#### Annexure I: Instrument details

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Cash Credit	22-June-2021	NA	NA	27.50	[ICRA]BB- (Stable); withdrawn
NA	Term loan	22-June-2021	NA	FY2024	8.58	[ICRA]BB- (Stable); withdrawn

Source: Company

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

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