

January 18, 2021

Shree Nakoda Global Limited: Ratings withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund Based – Cash Credit	1.00	1.00	[ICRA]B (Stable); Withdrawn
Non-Fund Based Limit	14.00	14.00	[ICRA]A4; Withdrawn
Total	15.00	15.00	

*Instrument details are provided in Annexure-1

Rationale

The ratings have been withdrawn in accordance with ICRA's policy on withdrawal, and as desired by the company on receipt of no objection certificate provided by the bank. ICRA does not have adequate information to suggest that the credit risk has changed since the time the ratings were last reviewed.

Key rating drivers and their description

Key rating drivers have not been captured for the ratings withdrawal due to inadequacy of incremental information since the time the ratings were last reviewed

Liquidity position

Liquidity position has not been captured for the ratings withdrawal due to inadequacy of incremental information since the time the ratings were last reviewed

Rating sensitivities

Sensitivities have not been captured for the ratings withdrawal due to inadequacy of incremental information since the time the ratings were last reviewed.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology ICRA Policy on Withdrawal of Credit Rating
Parent/Group Support	Not applicable
Consolidation/Standalone	Not applicable

About the company

Shree Nakoda Global Limited (SNGL) was incorporated in 1993 by the Raipur-based (Chhattisgarh) Nakoda Group, promoted by Mr. Virendra Goel. SNGL's operations are managed by his younger brother, Mr. Surendra Goel and Mr. R. K. Agarwal. SNGL trades in steel products as well raw materials and intermediate products consumed mainly by the steel players. The flagship company of the Nakoda Group, Shree Nakoda Ispat Limited (SNIL) manufactures steel.

The last rating rationale for Shree Nakoda Global Limited is available [here](#).

Key financial indicators (audited)

	FY2018	FY2019
Operating Income (Rs. crore)	116.35	58.81
PAT (Rs. crore)	0.47	0.53
OPBDITA/OI (%)	0.47%	1.00%
PAT/OI (%)	0.40%	0.91%
Total Outside Liabilities/Tangible Net Worth (times)	5.94	4.64
Total Debt/OPBDIT (times)	32.66	19.72
Interest Coverage (times)	0.20	0.22

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

	Instrument	Current Rating (FY2021)				Rating History for the Past 3 Years		
		Type	Amount Rated	Amount Outstanding	Rating	FY2020	FY2019	FY2018
					Jan-18-2021	Dec-3-2019	Jul-9-2018	-
1	Cash Credit	Long Term	1.00	-	[ICRA]B (Stable); Withdrawn	[ICRA]B (Stable)	[ICRA]B (Stable)	-
2	Non-Fund Based Limit	Short Term	14.00	-	[ICRA]A4; Withdrawn	[ICRA]A4	[ICRA]A4	-

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 No	Instrument Name	Date of Issuance/ Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Cash Credit	-	-	-	1.00	[ICRA]B (Stable); withdrawn
NA	Non-Fund Based Limit	-	-	-	14.00	[ICRA]A4; withdrawn

Source: Shree Nakoda Global Limited

Annexure-2: List of entities considered for consolidated analysis: Not applicable

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