

May 23, 2024

## Trimula Industries Limited: Ratings withdrawn

### Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term – Fund Based – Term Loan	118.84	118.84	[ICRA]C; withdrawn
Long Term – Fund Based – Cash Credit	70.00	70.00	[ICRA]C; withdrawn
Long Term – Non-Fund Based – Bank Guarantee	52.39	52.39	[ICRA]C; withdrawn
Long Term – Unallocated	8.77	8.77	[ICRA]C; withdrawn
<b>Total</b>	<b>250.00</b>	<b>250.00</b>	

\*Instrument details are provided in Annexure I

### Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of Trimula Industries Limited (TIL) at the request of the company and based on the No Objection Certificate received from the bankers, and in accordance with ICRA's policy on withdrawal. 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 and their description, key financial indicator, liquidity position and rating sensitivities have not been captured as the rated instruments are being withdrawn.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="#">Policy on Withdrawal of Credit Ratings</a> <a href="#">Rating Methodology for Iron &amp; Steel</a>
Parent/Group support	Not applicable
Consolidation/Standalone	Standalone

### About the company

TIL was incorporated in 1996 in Varanasi, Uttar Pradesh. In FY2015, Gulf Ispat Limited, a wholly-owned subsidiary of Gulf Petrochem FZC, acquired a 50% stake in TIL. The company manufactures sponge iron and billets at its manufacturing unit in Singrauli, Madhya Pradesh. It has an installed capacity of 2,10,000 tonnes per annum of sponge iron and 99,000 tonnes per annum of billets. TIL has also installed a captive power plant of 38.5 megawatt (MW), which is waste heat based and coal fired.

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

**Any other information: None**

## Rating history for past three years

Instrument	Type	Current rating (FY2025)		Chronology of rating history for the past 3 years				
		Amount rated (Rs. crore)	Amount outstanding* (Rs. crore) As on March 31, 2022	Date & rating in FY2025	Date & rating in FY2024	Date & rating in FY2023		Date & rating in FY2022
				May 23, 2024	-	Feb 22, 2023	May 31, 2022	-
1 Term loans	Long term	118.84	110.6	[ICRA]C; Withdrawn	-	Downgraded to [ICRA]D from [ICRA]B+(Stable) ISSUER NOT COOPERATING and simultaneously upgraded to [ICRA]C; removed from ISSUER NOT COOPERATING category	[ICRA]B+(Stable) ISSUER NOT COOPERATING	-
2 Cash credit	Long term	70.00	69.9	[ICRA]C; Withdrawn	-	Downgraded to [ICRA]D from [ICRA]B+(Stable) ISSUER NOT COOPERATING and simultaneously upgraded to [ICRA]C; removed from ISSUER NOT COOPERATING category	[ICRA]B+(Stable) ISSUER NOT COOPERATING	-
3 Non-fund based	Long term	52.39	-	[ICRA]C; Withdrawn	-	Downgraded to [ICRA]D from [ICRA]B+(Stable) ISSUER NOT COOPERATING and simultaneously upgraded to [ICRA]C; removed from ISSUER NOT COOPERATING category	[ICRA]B+(Stable) ISSUER NOT COOPERATING	-
4 Unallocated	Long term	8.77	-	[ICRA]C; Withdrawn	-	Downgraded to [ICRA]D from [ICRA]B+(Stable) ISSUER NOT COOPERATING and simultaneously upgraded to [ICRA]C; removed from ISSUER NOT COOPERATING category	[ICRA]B+(Stable) ISSUER NOT COOPERATING	-

## Complexity level of the rated instruments

Instrument	Complexity Indicator
Term loan	Simple
Fund based – cash credit	Simple
Non-fund based	Simple
Unallocated	NA

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	<b>Term Loan</b>	FY2018	NA	FY2032	118.84	[ICRA]C; Withdrawn
NA	<b>Cash Credit</b>	NA	NA	NA	70.00	[ICRA]C; Withdrawn
NA	<b>Non-fund based</b>	NA	NA	NA	52.39	[ICRA]C; Withdrawn
NA	<b>Unallocated</b>	NA	NA	NA	8.77	[ICRA]C; 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: Not Applicable

## ANALYST CONTACTS

**Girishkumar Kadam**

+91 22 6114 3441

[girishkumar@icraindia.com](mailto:girishkumar@icraindia.com)

**Sumit Jhunhunwala**

91 33 7150 1111

[sumit.jhunhunwala@icraindia.com](mailto:sumit.jhunhunwala@icraindia.com)

**Vikram V**

+91 40 69396410

[vikram.v@icraindia.com](mailto:vikram.v@icraindia.com)

**Prerna Aggarwal**

91 124 3341380

[prerna.aggarwal1@icraindia.com](mailto:prerna.aggarwal1@icraindia.com)

## RELATIONSHIP CONTACT

**L Shivakumar**

+91 22 6114 3406

[shivakumar@icraindia.com](mailto:shivakumar@icraindia.com)

## MEDIA AND PUBLIC RELATIONS CONTACT

**Ms. Naznin Prodhani**

Tel: +91 124 4545 860

[communications@icraindia.com](mailto:communications@icraindia.com)

## Helpline for business queries

+91-9354738909 (open Monday to Friday, from 9:30 am to 6 pm)

[info@icraindia.com](mailto:info@icraindia.com)

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## ICRA Limited



### Registered Office

B-710, Statesman House, 148, Barakhamba Road, New Delhi-110001  
Tel: +91 11 23357940-45



### Branches



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