

## Shraman Strips Private Limited

October 15, 2018

### Summary of rated instruments:

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Cash Credit	9.00	9.00	[ICRA]B (Stable); withdrawn
Standby Line of Credit	0.90	0.90	[ICRA]B (Stable); withdrawn
Term Loan	2.00	2.00	[ICRA]B (Stable); withdrawn
Unallocated	4.10	4.10	[ICRA]B (Stable); withdrawn
<b>Total</b>	<b>16.00</b>	<b>16.00</b>	

### Rating action:

ICRA has withdrawn the long-term rating of [ICRA]B (pronounced ICRA B)<sup>1</sup> for the Rs. 16.00-crore<sup>2</sup> fund-based bank facilities of Shraman Strips Private Limited (SSPL). The outlook on the long-term rating is Stable.

### Rationale

The ratings assigned to SSPL have been withdrawn at the request of the company, based on the no-objection certificate provided by its banker.

### Outlook: Not applicable

### Key rating drivers: Not applicable

**Analytical approach:** For arriving at the ratings, ICRA has applied its rating methodologies as indicated below.

**Links to applicable criteria:**

[Corporate Credit Rating Methodology](#)

[ICRA Policy on Withdrawal and Suspension of Credit Rating](#)

<sup>1</sup> For complete rating scale and definitions, please refer to ICRA's website [www.icra.in](http://www.icra.in) or other ICRA Rating Publications

<sup>2</sup> 100 lakh = 1 crore = 10 million

## About the company:

SSPL was incorporated in 1988 by Mr Satish Jain & Mr. Jaineshwar Jain. SSPL trades in iron and steel products. The company processes stainless steel coils into strips, sheets and tubes of varying sizes, as per customer specifications. Stainless Steel Strips are mainly used in watch, steel straps, electronics, auto parts and press tool manufacturing and various fabricating companies. SSPL has its administrative and processing unit in Ludhiana. The metal processing machines include slitting, shearing, surface finishing etc.

## Key financial indicators (Audited)

	FY2016	FY2017
Operating Income (Rs. crore)	38.89	28.57
PAT (Rs. crore)	0.03	0.06
OPBDIT/ OI (%)	6.12%	8.10%
RoCE (%)	11.15%	11.24%
Total Debt/ TNW (times)	6.42	6.59
Total Debt/ OPBDIT (times)	5.83	6.33
Interest Coverage (times)	1.37	1.31

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

## Any other information: None

## Rating history for last three years:

Current Rating (FY2019)					Chronology of Rating History for the past 3 years			
Instrument	Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating in FY2019 October 2018	Date & Rating in FY2018 April 2018	Date & Rating in FY2017 October 2016	Date & Rating in FY2016 November 2015	
1 Cash Credit	Long-term	9.00	-	[ICRA]B (Stable); withdrawn	[ICRA]B (Stable)	[ICRA]B	[ICRA]B	
2 Standby Line of Credit	Long-term	0.90	-	[ICRA]B (Stable); withdrawn	[ICRA]B (Stable)	[ICRA]B	[ICRA]B	
3 Term Loan	Long-term	2.00	-	[ICRA]B (Stable); withdrawn	[ICRA]B (Stable)	[ICRA]B	[ICRA]B	
4 Unallocated	Long-term	4.10	-	[ICRA]B (Stable); withdrawn	[ICRA]B (Stable)	[ICRA]B	[ICRA]B	

## 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](http://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	NA	NA	NA	9.00	[ICRA]B (Stable)
NA	Standby Line of Credit	NA	12.00%	March 2020	0.90	[ICRA]B (Stable)
NA	Term Loan	NA	NA	NA	2.00	[ICRA]B (Stable)
NA	Unallocated	NA	NA	NA	4.10	[ICRA]B (Stable)

Source: SSPL

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For more information, visit [www.icra.in](http://www.icra.in)

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