

August 20, 2019

ArcelorMittal India Private Limited: Issuer rating put on notice of withdrawal for a period of one month

Summary of rating action

Instrument	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Issuer rating	Not applicable	Not applicable	Rating of [ICRA]AA (Positive) put on notice of withdrawal

Rationale

The issuer rating outstanding on ArcelorMittal India Private Limited (AMIPL), at the request of the company, has been put on notice of withdrawal for a period of one month and ICRA will withdraw the ratings at the end of the withdrawal notice period. This is in accordance with ICRA's policy on withdrawal and suspension of credit ratings.

Outlook: Not applicable

Key rating drivers

Key rating drivers have not been captured as the rated instrument(s) are being withdrawn.

Liquidity Position: Not applicable

Analytical approach:

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

About the company

AMIPL was incorporated in April 2006 to carry out the business of prospecting and mining of iron ore and manufacture of iron, steel and other alloys. While the company's plans of setting up a steel plant in Odisha and Karnataka did not fructify, the company is awaiting the Karnataka State Government's approval to set up a solar power plant of about 600 MW in phases. In Jharkhand, the company was allotted an iron ore mining lease but the timeline for signing the mining lease with the State Government lapsed in January 2017 in the absence of forest clearance, for which the matter is currently sub-judice. The company has also filed a resolution plan for a large stressed asset in the steel sector in February 2018 as a part of its inorganic growth strategy.

At present, the company does not have any operations and has acquired a land of 2659 acres in the Bellary district of Karnataka.

Key financial indicators (audited)

	FY2017	FY2018
Operating Income (Rs. crore)	-	-
PAT (Rs. crore)	-16.7	-87.3
OPBDIT/OI (%)	-	-
RoCE (%)	-6.3%	-32.7%
Total Debt/TNW (times)	-	-
Total Debt/OPBDIT (times)	-	-
Interest coverage (times)	-70.9	-91.0

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years:

Current Rating (FY2020)					Chronology of Rating History for the Past 3 Years		
Instrument	Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating	Date & Rating in FY2018	Date & Rating in FY2017	Date & Rating in FY2016
1 Issuer Rating	Long Term	Not applicable	Not applicable	August 2019 [ICRA]AA (Positive) put on notice of withdrawal for a period of 1 month	February 2018 [ICRA]AA (Positive)	-	-

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

Not applicable as this is an issuer rating.

Annexure-2: List of entities considered for consolidated analysis

Not applicable

ANALYST CONTACTS

Jayanta Roy

+91 33 7150 1120

jayanta@icraindia.com

Kaushik Das

+91 33 7150 1104

kaushikd@icraindia.com

Priyesh Ruparelia

+91 22 6169 3328

priyesh.ruparelia@icraindia.com

RELATIONSHIP CONTACT

L Shivakumar

+91 22 6114 3406

shivakumar@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani

Tel: +91 124 4545 860

communications@icraindia.com

Helpline for business queries:

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

info@icraindia.com

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ICRA Limited

Corporate Office

Building No. 8, 2nd Floor, Tower A; DLF Cyber City, Phase II; Gurgaon 122 002

Tel: +91 124 4545300

Email: info@icraindia.com

Website: www.icra.in

Registered Office

1105, Kailash Building, 11th Floor; 26 Kasturba Gandhi Marg; New Delhi 110001

Tel: +91 11 23357940-50

Branches

Mumbai + (91 22) 24331046/53/62/74/86/87
Chennai + (91 44) 2434 0043/9659/8080, 2433 0724/ 3293/3294,
Kolkata + (91 33) 2287 8839 /2287 6617/ 2283 1411/ 2280 0008,
Bangalore + (91 80) 2559 7401/4049
Ahmedabad+ (91 79) 2658 4924/5049/2008
Hyderabad + (91 40) 2373 5061/7251
Pune + (91 20) 2556 0194/ 6606 9999

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