September 08, 2021

Sarthak Metals Limited (erstwhile Sarthak Metals Marketing Private Limited): Ratings Withdrawn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Long term Fund based- cash credit	16.00	16.00	[ICRA] B+(Stable); ISSUER NOT COOPERATING; Withdrawn
Long term Fund based Term Loan	0.17	0.17	[ICRA] B+(Stable); ISSUER NOT COOPERATING; Withdrawn
Short Term - Fund Based	1.00	1.00	[ICRA]A4 ISSUER NOT COOPERATING; Withdrawn
Short Term – Non-Fund Based	6.75	6.75	[ICRA]A4 ISSUER NOT COOPERATING; Withdrawn
Total	**23.92**	**23.92**	

**Instrument details are provided in Annexure-1*

Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of Sarthak Metals Limited (erstwhile Sarthak Metals Marketing Private Limited). at the request of the company and based on the No Objection Certificate received from its banker. 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Position, Rating Sensitivities, Key financial indicators have not been captured as the rated instruments are being withdrawn.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	Policy on Withdrawal of Credit Ratings Corporate Credit Rating Methodology Policy in respect of non-cooperation by a rated entity
Parent/Group Support	Not applicable
Consolidation/Standalone	Standalone

About the company

Incorporated in 1995, the company manufactures metallurgical cored wires and aluminium flipping coils at its manufacturing facility located at Bhilai, Chhattisgarh. The products manufactured by the company find application in steelmaking process as additives. In addition, the company produces industrial oxygen gas which has application in steel rolling mills. The company's constitution was changed from 'private limited' to 'public limited' with effect from August 23, 2016, and its name was changed to 'Sarthak Metals Limited' (SML) from the erstwhile 'Sarthak Metals Marketing Private Limited'.

Status of non-cooperation with previous CRA: NA

Any other information: None

Rating history for past three years

	Instrument	Current Rating (FY2022)				Chronology of Rating History for the past 3 years		
		Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating in	Date & Rating in FY2021	Date & Rating in FY2020	Date & Rating in FY2019
					September 08, 2021	December 30,2020	September 30,2019	June 25, 2018
1	Cash Credit	Long Term	16.00	-	[ICRA]B+(Stable); ISSUER NOT COOPERATING Withdrawn	[ICRA]B+(stable); ISSUER NOT COOPERATING	[ICRA]BB+(Stable) ISSUER NOT COOPERATING	[ICRA]BBB-(Stable); ISSUER NOTCOOPERATING
2	Term Loan	Long Term	0.17	-	[ICRA]B+(Stable); ISSUER NOT COOPERATING Withdrawn	[ICRA]B+ (stable); ISSUER NOT COOPERATING	[ICRA]BB+(Stable) ISSUER NOT COOPERATING	[ICRA]BBB-(Stable); ISSUER NOTCOOPERATING
3	Fund Based	Short Term	1.00	-	[ICRA]A4 ISSUER NOT COOPERATING Withdrawn	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4+; ISSUER NOT COOPERATING	[ICRA]A3 ISSUER NOT COOPERATING
4	Non-Fund Based	Short Term	6.75	-	[ICRA]A4 ISSUER NOT COOPERATING Withdrawn	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4+; ISSUER NOT COOPERATING	[ICRA]A3 ISSUER NOT COOPERATING

Amount in Rs. crore

Complexity level of the rated instrument

Instrument	Complexity Indicator
Cash Credit	Simple
Term Loan	Simple
Fund Based	Simple
Non-Fund Based	Very 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 analyzing 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, is available on ICRA’s 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	NA	NA	NA	16.00	[ICRA]B+(Stable); ISSUER NOT COOPERATING Withdrawn
NA	Term Loan	NA	NA	NA	0.17	[ICRA]B+(Stable); ISSUER NOT COOPERATING Withdrawn
NA	Fund Based	NA	NA	NA	1.00	[ICRA]A4; ISSUER NOT COOPERATING Withdrawn
NA	Non-Fund Based	NA	NA	NA	6.75	[ICRA]A4; ISSUER NOT COOPERATING Withdrawn

Source: *Sarthak Metals Limited (erstwhile Sarthak Metals Marketing Private Limited)*

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

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About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

For more information, visit www.icra.in

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