

**Credit Update - Shree Cement Limited**

July 5, 2023

**Update**

CARE Ratings Limited (CARE Ratings) have taken cognizance of surveys initiated by Income Tax Department at various premises of Shree Cement Limited through the announcements by the company and various news media report. CARE Ratings is given to understand from the management that the IT survey was done and assessment of the same is yet to be uncertain.

As of date, there is no impact on the credit profile of the company. However, CARE Ratings, would be continuously monitoring the developments in the said event along with the other factors driving the credit assessment of the company's rated facilities and instruments.

CARE continues to rate the company's bank facilities and instruments at "CARE AAA; Stable/CARE A1". The rating assessment is driven by company's diversified geographical presence with strong market leadership position in northern India and growing operations in the eastern and southern India and strong operating efficiency. The rating further factors in the strong financial risk profile characterised by low leverage levels and superior liquidity and also the experienced promoters and management team. The rating strengths are, however, partially offset by exposure of the company's profitability to volatility in the prices of input costs and realisations and the cyclical nature of the cement industry.

Please refer to the following link for the previous detailed rationale that captures key rating drivers and rating sensitivities of following companies.

Sr. No.	Entity Name	Link to press release
1.	Shree Cement Limited	<a href="#">Click here</a>

### Contact us

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