

## Amba Shakti Udyog Limited

March 07, 2025

| Facilities/Instruments     | Amount<br>(₹ crore) | Rating <sup>1</sup>                      | Rating Action   |
|----------------------------|---------------------|--|---|
| Long Term Bank Facilities  | 53.75               | CARE B+; Stable; ISSUER NOT COOPERATING* | Rating continues to remain under ISSUER NOT COOPERATING category and Downgraded from CARE BB-; Stable |
| Short Term Bank Facilities | 26.25               | CARE A4; ISSUER NOT COOPERATING*         | Rating continues to remain under ISSUER NOT COOPERATING category                                      |

Details of instruments/facilities in Annexure-1.

\*Issuer did not cooperate; based on best available information.

### Rationale and key rating drivers

CARE Ratings Ltd. had, vide its press release dated February 08, 2024, placed the rating(s) of Amba Shakti Udyog Limited (ASUL) under the 'issuer non-cooperating' category as ASUL had failed to provide information for monitoring of the rating as agreed to in its Rating Agreement. ASUL continues to be non-cooperative despite repeated requests for submission of information through e-mails dated December 24, 2024, January 03, 2025 and January 13, 2025 among others.

In line with the extant SEBI guidelines, CARE Ratings Ltd. has reviewed the rating on the basis of the best available information which however, in CARE Ratings Ltd.'s opinion is not sufficient to arrive at a fair rating.

**Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating(s).**

The ratings assigned to the bank facilities of ASUL have been revised on account of non-availability of requisite information.

**Analytical approach:** Standalone

**Outlook:** Stable

### Detailed description of the key rating drivers:

Please refer to PR dated [February 08, 2024](#)

### Applicable criteria

[CARE Ratings' criteria on information adequacy risk and issuer non-cooperation](#)

[Policy on Default Recognition](#)

[Criteria on Assigning 'Outlook' or 'Rating Watch' to Credit Ratings](#)

### About the company

Incorporated in March, 2014, Amba Shakti Udyog Ltd (ASUL) (part of AMBA group) undertakes manufacturing of TMT (Thermo Mechanically Treated) steel bars with 8 mm to 32 mm thickness, and mild steel (MS) Billets. AMBA group is engaged in steel manufacturing since 1974 and has set up various steel manufacturing units in the states of Uttar Pradesh, Uttaranchal, Delhi, Haryana, Himachal Pradesh and Punjab.

**Status of non-cooperation with previous CRA:** Brickwork has continued the rating assigned to the bank facilities of ASUL into Issuer Not Cooperating category vide press release dated September 26, 2024 on account of its inability to carry out a review in the absence of requisite information.

**Any other information:** Not Applicable

**Rating History for last three years:** Annexure-2

**Covenants of rated instrument/facility:** Annexure-3

**Complexity level of various instruments rated:** Annexure 4

<sup>1</sup>Complete definition of ratings assigned are available at [www.careedge.in](http://www.careedge.in) and other CARE Ratings Limited's publications.

**Lender details:** Annexure 5**Annexure-1: Details of instruments/facilities**

| Name of the Instrument               | ISIN | Date of Issuance (DD-MM-YYYY) | Coupon Rate (%) | Maturity Date (DD-MM-YYYY) | Size of the Issue (₹ crore) | Rating Assigned and Rating Outlook       |
|--------------------------------------|------|-------------------------------|-----------------|----------------------------|-----------------------------|--|
| Fund-based - LT-Cash Credit          |      | -                             | -               | -                          | 25.15                       | CARE B+; Stable; ISSUER NOT COOPERATING* |
| Fund-based - LT-Term Loan            |      | -                             | -               | March 2024                 | 28.60                       | CARE B+; Stable; ISSUER NOT COOPERATING* |
| Non-fund-based - ST-Forward Contract |      | -                             | -               | -                          | 1.25                        | CARE A4; ISSUER NOT COOPERATING*         |
| Non-fund-based - ST-Letter of credit |      | -                             | -               | -                          | 25.00                       | CARE A4; ISSUER NOT COOPERATING*         |

\*Issuer did not cooperate; based on best available information.

**Annexure-2: Rating history for last three years**

| Sr. No. | Name of the Instrument/Bank Facilities | Current Ratings |                              |  | Rating History                              |   |   |   |
|---------|--|-----------------|------------------------------|--|---|---|---|---|
|         |  | Type            | Amount Outstanding (₹ crore) | Rating                                   | Date(s) and Rating(s) assigned in 2024-2025 | Date(s) and Rating(s) assigned in 2023-2024             | Date(s) and Rating(s) assigned in 2022-2023             | Date(s) and Rating(s) assigned in 2021-2022             |
| 1       | Fund-based - LT-Cash Credit            | LT              | 25.15                        | CARE B+; Stable; ISSUER NOT COOPERATING* | -   | 1)CARE BB-; Stable; ISSUER NOT COOPERATING* (08-Feb-24) | 1)CARE BB-; Stable; ISSUER NOT COOPERATING* (21-Dec-22) | 1)CARE BB-; Stable; ISSUER NOT COOPERATING* (28-Oct-21) |
| 2       | Fund-based - LT-Term Loan              | LT              | 28.60                        | CARE B+; Stable; ISSUER NOT COOPERATING* | -   | 1)CARE BB-; Stable; ISSUER NOT COOPERATING* (08-Feb-24) | 1)CARE BB-; Stable; ISSUER NOT COOPERATING* (21-Dec-22) | 1)CARE BB-; Stable; ISSUER NOT COOPERATING* (28-Oct-21) |
| 3       | Non-fund-based - ST-Letter of credit   | ST              | 25.00                        | CARE A4; ISSUER NOT COOPERATING*         | -   | 1)CARE A4; ISSUER NOT COOPERATING* (08-Feb-24)          | 1)CARE A4; ISSUER NOT COOPERATING* (21-Dec-22)          | 1)CARE A4; ISSUER NOT COOPERATING* (28-Oct-21)          |
| 4       | Non-fund-based - ST-Forward Contract   | ST              | 1.25                         | CARE A4; ISSUER NOT COOPERATING*         | -   | 1)CARE A4; ISSUER NOT COOPERATING* (08-Feb-24)          | 1)CARE A4; ISSUER NOT COOPERATING* (21-Dec-22)          | 1)CARE A4; ISSUER NOT COOPERATING* (28-Oct-21)          |

\*Issuer did not cooperate; based on best available information.

LT: Long term; ST: Short term

**Annexure-3: Detailed explanation of covenants of rated instruments/facilities:** Not Applicable

**Annexure-4: Complexity level of instruments rated**

| Sr. No. | Name of the Instrument               | Complexity Level |
|---------|--------------------------------------|------------------|
| 1       | Fund-based - LT-Cash Credit          | Simple           |
| 2       | Fund-based - LT-Term Loan            | Simple           |
| 3       | Non-fund-based - ST-Forward Contract | Simple           |
| 4       | Non-fund-based - ST-Letter of credit | Simple           |

**Annexure-5: Lender details**

To view the lender wise details of bank facilities please [click here](#)

**Note on the complexity levels of the rated instruments:** CARE Ratings has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for any clarifications.

## Contact us

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Established in 1993, CARE Ratings is one of the leading credit rating agencies in India. Registered under the Securities and Exchange Board of India, it has been acknowledged as an External Credit Assessment Institution by the RBI. With an equitable position in the Indian capital market, CARE Ratings provides a wide array of credit rating services that help corporates raise capital and enable investors to make informed decisions. With an established track record of rating companies over almost three decades, CARE Ratings follows a robust and transparent rating process that leverages its domain and analytical expertise, backed by the methodologies congruent with the international best practices. CARE Ratings has played a pivotal role in developing bank debt and capital market instruments, including commercial papers, corporate bonds and debentures, and structured credit.

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