

Mauria Udyog Limited

August 24, 2020

Ratings

Facilities*	Amount (Rs. Crore)	Rating ¹	Rating Action
Long term Bank Facilities	55.00	CARE D; ISSUER NOT COOPERATING* [Single D; ISSUER NOT COOPERATING]	Issuer not cooperating; Based on best available information
Short term Bank Facilities	240.00	CARE D; ISSUER NOT COOPERATING* [Single D; ISSUER NOT COOPERATING]	
Total	295.00 (Rupees Two Hundred and Ninety five crore only)		

Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated June 06, 2019, placed the ratings of Mauria Udyog Limited under the 'Issuer Not Cooperating' category as the company had failed to provide the requisite information required for monitoring of the ratings as agreed to in its rating agreement. Mauria Udyog Limited continues to be non-cooperative despite repeated requests for submission of information through phone calls and a letter/email dated August 05, 2020. In line with the extant SEBI guidelines, CARE has reviewed the rating on the basis of the best available Information which however, in CARE'S opinion is not sufficient to arrive at a fair rating. The ratings on bank facilities of Mauria Udyog Limited will be denoted as '**CARE D; issuer not cooperating**'.

Detailed description of the key rating drivers

CARE has not received any information from the company. The review is conducted on the basis of best available information.

Analytical approach: Standalone

Applicable Criteria

[Policy in respect of Non-cooperation by Issuer](#)
[Criteria on assigning Outlook and Credit Watch to Credit Ratings](#)
[CARE's Policy on Default Recognition](#)
[Financial ratios - Non-Financial Sector](#)
[Rating Methodology-Manufacturing Companies](#)
[CARE's methodology for Short-term Instruments](#)

About the Company

Mauria Udyog Limited (MUL) was incorporated in 1980 by the Sureka family comprising Mr V K Sureka, Mr N K Sureka and Mr A K Sureka. The operations of the company are managed by Mr N K Sureka (Managing Director). MUL is the flagship company of the Mauria group. The group is involved in diverse business activities including manufacturing of cylinders, valves, regulators, terry towels, trading of commodities, NBFC, etc. MUL is engaged in the manufacturing of cylinders, valves and regulators used for filling Liquefied Petroleum Gas (LPG) and other gases such as ammonia and refrigerants. MUL also manufactures 100% cotton terry towels at its facility located in Faridabad. The terry towels are sold under the brand name "Eurospa" and are sold domestically as well as exported to countries like Ukraine, France, etc. MUL is also

¹Complete definition of the ratings assigned are available at www.careratings.com and other CARE publications

*Issuer did not cooperate; Based on best available information

engaged in trading and manufacturing of agro-commodities such as soybean meal & cake and domestic trading of metals like steel, brass, copper and ferrous scrap.

Covenants of rated instrument/facility: Details explanation of covenants of the rated instruments/facilities is given in Annexure-3

Brief Financials (Rs. crore)	FY18 (A)	FY19 (A)
Total operating income	1411.95	1237.50
PBILDT	67.3	64.25
PAT	9.06	4.50
Overall gearing (times)	3.00	2.45
Interest coverage (times)	1.43	1.23

A: Audited

Status of non-cooperation with previous CRA: NA

Any other information: Not Applicable

Rating History for last three years: Please refer Annexure-2

Annexure-1: Details of Instruments/Facilities

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Cash Credit	-	-	-	55.00	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - ST-Letter of credit	-	-	-	125.00	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - ST-EPC/PCFC	-	-	-	115.00	CARE D; ISSUER NOT COOPERATING*

*Issuer not cooperating; Based on best available information

Annexure-2: Rating History of last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018
1.	Fund-based - LT-Cash Credit	LT	55.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (06-Jun-19)	-	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (26-Mar-18) 2)CARE BBB-; Stable (09-May-17)
2.	Non-fund-based - ST-Letter of credit	ST	125.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (06-Jun-19)	-	1)CARE A4+; ISSUER NOT COOPERATING* (26-Mar-18) 2)CARE A3 (09-May-17)
3.	Non-fund-based - ST-EPC/PCFC	ST	115.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (06-Jun-19)	-	1)CARE A4+; ISSUER NOT COOPERATING* (26-Mar-18) 2)CARE A3 (09-May-17)

**Issuer not cooperating; Based on best available information*

Annexure-3: Detailed explanation of covenants of the rated instrument / facilities: NA
Annexure 4: Complexity level of various instruments rated for this company/firm

Sr. No.	Name of the Instrument	Complexity Level
1.	Fund-based - LT-Cash Credit	Simple
2.	Non-fund-based - ST-EPC/PCFC	Simple
3.	Non-fund-based - ST-Letter of credit	Simple

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. This classification is available at www.careratings.com. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

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About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

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