



## Press Release

**Bihar Foundry and Castings Ltd**

**December 7, 2020**

### **Ratings**

<b>Instrument / Facility</b>	<b>Amount (Rs. crore)</b>	<b>Ratings</b>	<b>Rating Action</b>
Long Term Bank Facilities -Cash Credit	53.98	IVR BB+ /Stable (IVR Double B plus with Stable Outlook)	Reaffirmed and Withdrawn
Long Term Bank Facilities -Term Loan	55.44 (reduced from Rs.61.36 crore)	IVR BB+ /Stable (IVR Double B plus with Stable Outlook)	Reaffirmed and Withdrawn
Short Term Bank Facilities	24.55 (including proposed limits of Rs. 17.00 crore)	IVR A4+ (IVR A Four Plus)	Reaffirmed and Withdrawn
<b>Total</b>	<b>133.97</b>		

**Details of Facilities are in Annexure 1**

### **Rating Action**

Infomerics Valuation and Rating Private Limited has withdrawn the ratings assigned to the bank facilities of Bihar Foundry and Castings Ltd based on the client request along with No Objection Certificate received from the lead bank confirming the same.

### **Detailed Rationale**

The rating is withdrawn in accordance with Infomerics' policy on withdrawal

**Analytical Approach:** Standalone

**Applicable Criteria:** Policy on Withdrawal

### **About the Company**

Incorporated in 1971, Bihar Foundry and Castings Ltd (BFCL) was promoted by Mr. Hari Krishna Budhia. The company started its commercial operations from 1978. The manufacturing facility of the company is located in Ramgarh district of Jharkhand. Presently, BFCL is engaged in the manufacturing of Sponge Iron, MS Billets and Ferro-alloys (silicomanganese and ferro-manganese). The present capacity for billets and sponge iron is



## Press Release

150000 MTPA and 99000 MTPA respectively. For ferro-alloys production, it has two 5MVA and two 9MVA submerged electric arc furnaces.

**Status of non-cooperation with previous CRA:** N.A.

**Any other information:** N.A.

**Rating History for last three years:**

Sr. No.	Name of Instrument/Facilities	Current Rating (Year 2020-21)				Rating History for the past 3 years			
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating (s) assigned in 2020-21	Date(s) & Rating (s) assigned in 2019-20	Date(s) & Rating (s) assigned in 2018-19	Date(s) & Rating (s) assigned in 2017-18	
1.	Long Term Fund Based Facilities-Cash Credit	Long Term	53.98	IVR BB+/ Stable (Withdrawn)	IVR BB+/ Stable (Nov 4, 2020)	IVR BB-/ Stable (August 8, 2019)	-	-	
2.	Long Term Fund Based Facilities-Term Loan	Long Term	55.44	IVR BB+/ Stable (Withdrawn)	IVR BB+/ Stable (Nov 4, 2020)	IVR BB-/ Stable (August 8, 2019)	-	-	
3.	Short Term Non-Fund Based Facilities-BG/LC (including proposed limits of Rs. 17.00 crore)	Short Term	24.55	IVR A4+ (Withdrawn)	IVR A4+ (Nov 4, 2020)	IVR A4 (August 8, 2019)	-	-	



## Press Release

**Note on complexity levels of the rated instrument:** Infomerics has classified instruments rated by it based on complexity and a note thereon is available at [www.infomerics.com](http://www.infomerics.com).

### Name and Contact Details of the Rating Analyst:

Name: Mr. Ashish Agarwal	Name: Mr. Avik Podder
Tel: (033) 46022266	Tel: (033) 46022266
Email: <a href="mailto:hdiidwania@infomerics.com">hdiidwania@infomerics.com</a>	Email: <a href="mailto:apodder@infomerics.com">apodder@infomerics.com</a>

### About Infomerics:

Infomerics commenced rating & grading operations in April 2015 after having spent over 25 years in various segments of financial services. Infomerics is registered with the Securities and Exchange Board of India (SEBI) and accredited by Reserve Bank of India. It is gradually gaining prominence in domestic rating and/or grading space. Infomerics is striving for positioning itself as the most trusted & credible rating agency in the country and is gradually widening its product portfolio. Company's long experience in varied spectrum of financial services is helping it to fine-tune its product offerings to best suit the market.

**Disclaimer:** Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change, suspend or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information, which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.

### Annexure 1: Details of Facilities

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Long Term Fund Based Limits– Cash Credit	-	-	-	53.98	IVR BB+/ Stable Outlook (Withdrawn)



## Press Release

Long Term Fund Based Limits – Term Loan	-	-	March 2025	55.44	IVR BB+/ Stable Outlook (Withdrawn)
Short Term Non-Fund Based Limits–BG/LC (including proposed limits of Rs. 17.00 crore)	-	-	-	24.55	IVR A4+ (Withdrawn)