

## Ambe Steels Private Limited: Ratings withdrawn

June 03, 2024

### Summary of rating action

Instrument (Amount in NPR million)	Last rated amount	Rating Action
Long-term limits; fund based	643	Ratings withdrawn
Short-term limits; fund based	1,078	
Short-term limits; non-fund based	2,800	
<b>Total</b>	<b>4,521</b>	

### Rating action

ICRA Nepal has withdrawn the long-term rating of [ICRANP] LBB- (pronounced ICRA NP L Double B Minus) assigned to long term loan limits and a short-term rating of [ICRANP] A4 (pronounced ICRA NP A four) assigned to short-term loan limits of Ambe Steels Private Limited (ASPL).

### Rationale

The ratings assigned to ASPL has been withdrawn based on request from the company, followed by confirmation regarding any objection on rating withdrawal from the lead banker, in accordance with ICRA Nepal's policy on withdrawal of credit rating. ICRA Nepal does not have any information to suggest that the credit risk has changed since the time the ratings were last reviewed.

ICRA Nepal assesses whether the information available about the entity is commensurate with its rating and reviews the same as per Credit Rating Regulations 2011 as well as ICRA Nepal's '[Withdrawal/Suspension Policy](#)' available at [www.icranepal.com](http://www.icranepal.com). As part of its process and in accordance with its rating agreement with ASPL, ICRA Nepal had been trying to seek comprehensive information from the entity to monitor its performance. However, with the company's request to discontinue the bank loan ratings from ICRA Nepal, the ratings have been withdrawn

### Key rating drivers

Key rating drivers have not been captured as the ratings are being withdrawn.

#### Link to the previous rating rationale:

[Rationale BLR Ambe Steels Private Limited November 2022](#)

**Analytical approach:** For arriving at the ratings, ICRA Nepal has applied its rating methodologies as indicated below.

#### Links to the applicable criteria:

[Corporate Credit Rating Methodology](#)

[ICRA Nepal's policy on withdrawal of credit rating](#)

### About the company

Incorporated in 2009, Ambe Steels is a manufacturing industry which deals in iron and steels products having its production unit at Bhairahawa. The company is promoted by Mr. Shovakar Neupane, Mr. Purna Bhadra Poudyal, Mr. Ramesh Kumar Agrawal and Mr. Sajjan Agrawal under the Ambe Group. The Group, established in 1982, is one of the leading manufacturing conglomerates in Nepal.

ASPL is a secondary steel manufacturer of TMT bars, binding wires, and GI wires under the brand name Ambe Steels and billets for TMT production. The raw materials, mainly iron billets, pig irons, sponge irons are imported from India. The company also has an in-house capacity of producing iron billets that currently meets ~50-60% of the total requirement.

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### **About ICRA Nepal Limited**

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For more information, visit [www.icranepal.com](http://www.icranepal.com)

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