

## Press Release

### East India Steel Company

04 May, 2018

### Rating Update



|                                     |                                       |
|-------------------------------------|---------------------------------------|
| <b>Total Bank Facilities Rated*</b> | Rs. 5.00 Cr. #                        |
| <b>Long Term Rating</b>             | SMERA BB-<br>Issuer not co-operating* |

# Refer Annexure for details

\* The issuer did not co-operate; based on best available information.

SMERA has reviewed long-term rating of '**SMERA BB-**' (**read as SMERA double B minus**) on the Rs. 5.00 crore bank facilities of East India Steel Company (EISC). This is an indicative rating and based on best available information.

#### Non-cooperation by the issuer/borrower

SMERA has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit required documents before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and SMERA's policies.

#### Applicable Criteria

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Trading entities - <https://www.smera.in/criteria-trading.htm>

#### Limitation regarding information availability

The rating is based on information available from sources other than the issuer / borrower (in the absence of information provided by the issuer / borrower). SMERA endeavoured to gather information about the entity/industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information on which the indicative credit rating is based.

#### About the rated entity

The Pune-based East India Steel Company (EISC) was incorporated as a proprietorship concern in 2008. The firm was promoted by Mr. Abdul Hameed Hasmullah Choudhary and is engaged in the trading of steel scrap. The godown is located at Chakan.

For FY2015-16, the firm reported profit after tax (PAT) of Rs.0.95 cr on operating income of Rs.47.19 cr, as compared to PAT of Rs.0.95 cr on operating income of Rs.49.59 cr in the previous year.

### Rating history (last three years)

| Date        | Name of Instrument / Facilities | Term      | Amount (Rs. Cr.) | Ratings/Outlook  |
|-------------|---------------------------------|-----------|------------------|--|
| 03-Mar-2017 | Cash Credit                     | Long Term | 4.00             | SMERA BB- / Stable (Suspension Revoked, Rating Assigned) |
|             | Proposed Bank Facility          | Long Term | 1.00             | SMERA BB- / Stable (Suspension Revoked, Rating Assigned) |
| 14-Mar-2016 | Cash Credit                     | Long Term | 4.00             | SMERA B+/ Stable (Suspended)                             |
|             | Proposed Bank Facility          | Long Term | 2.00             | SMERA B+/ Stable (Suspended)                             |
| 06-Jan-2015 | Cash Credit                     | Long Term | 4.00             | SMERA B+/ Stable (Assigned)                              |
|             | Proposed Bank Facility          | Long Term | 2.00             | SMERA B+/ Stable (Assigned)                              |

### #Annexure - Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate    | Maturity Date  | Size of the Issue (Rs. Cr.) | Ratings                               |
|------------------------|------------------|----------------|----------------|-----------------------------|---------------------------------------|
| Cash Credit            | Not Applicable   | Not Applicable | Not Applicable | 4.00                        | SMERA BB-<br>Issuer not co-operating* |
| Proposed Bank Facility | Not Applicable   | Not Applicable | Not Applicable | 1.00                        | SMERA BB-<br>Issuer not co-operating* |

\*The issuer did not co-operate; based on best available information.

## Contacts

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## ABOUT SMERA

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