

Press Release



Utkal Metallics Limited

July 28, 2021

Rating Update

Total Bank Facilities Rated*	Rs. 10.00 Cr.#
Long Term Rating	ACUITE B+ Issuer not co-operating*
Short Term Rating	ACUITE A4 Issuer not co-operating*

#Refer Annexure for details

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

Acuité has reviewed the long term rating to '**ACUITE B+** (read as **ACUITE B plus**) and the short-term rating of '**ACUITE A4** (read as **ACUITE A four**) on the Rs. 10.00 crore bank facilities Utkal Metallics Limited (UML). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on best available information.

UML was incorporated in 2003 under the directorship of Mr. Manjit Singh Panesar, Mr. Sarabjit Singh Panesar, Mr. Bipin Kumar Gupta, Mr. Ram Kumar Agarwal, Mr. Hardeep Singh and other Directors. The company is engaged in the manufacture of sponge iron at its unit at Kalunga in Rourkela (Odisha). The company has two kilns with capacity of 50 tonnes per day. The annual production capacity is around 24,000 tonnes per annum.

Non-cooperation by the issuer/borrower:

Acuité 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 such information before the due date.

This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities- <https://www.acuite.in/view-rating-criteria-59.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). Acuité endeavored to gather information about the entity/industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Liquidity Indicators - "No information provided by the issuer / available for Acuite to comment upon."

Rating Sensitivity - "No information provided by the issuer / available for Acuite to comment upon."

About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

Status of non-cooperation with previous CRA (if applicable)

None

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
4th May 20	Cash Credit	Long Term	7.30	ACUITE B+ Issuer non-cooperating*
	Proposed Cash Credit	Long Term	2.00	ACUITE B+ Issuer non-cooperating*
	Bank Guarantee	Short Term	0.40	ACUITE A4 Issuer not cooperating*
	Proposed Bank Guarantee	Short Term	0.30	ACUITE A4 Issuer not cooperating*
8th Mar 19	Cash Credit	Long Term	7.30	ACUITE B+ Issuer non-cooperating*
	Proposed Cash Credit	Long Term	2.00	ACUITE B+ Issuer non-cooperating*
	Bank Guarantee	Short Term	0.40	ACUITE A4 Issuer not cooperating*
	Proposed Bank Guarantee	Short Term	0.30	ACUITE A4 Issuer not cooperating*
5th Jan 18	Cash Credit	Long Term	7.30	ACUITE B+ Issuer non-cooperating*
	Proposed Cash Credit	Long Term	2.00	ACUITE B+ Issuer non-cooperating*
	Bank Guarantee	Short Term	0.40	ACUITE A4 Issuer not cooperating*
	Proposed Bank Guarantee	Short Term	0.30	ACUITE A4 Issuer not cooperating*

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.30	ACUITE B+ Issuer non-cooperating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE B+ Issuer non-cooperating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.40	ACUITE A4 Issuer not cooperating*
Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.30	ACUITE A4 Issuer not cooperating*

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

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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