

Press Release

Punjab Stainless Steel Industries

July 18, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	19.92	ACUITE B+ Downgraded Issuer not co-operating*	-
Bank Loan Ratings	51.00	-	ACUITE A4 Downgraded Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	70.92	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded the long term rating to '**ACUITE B+**' (read as **ACUITE B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) and downgraded the short-term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 70.92 crore bank facilities of PUNJAB STAINLESS STEEL INDUSTRIES. The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

Punjab Stainless Steel Industries (PSSI), is a Delhi-based partnership firm established in 1947 by Mr. Paramjit Singh, Mr. Preet Pal Singh, Mr. Harpal Singh and Mr. Prabhit Singh. The firm is engaged in the manufacture of stainless steel products (bottom cookware, flatware, kitchen tools etc) at Haryana. The installed capacity stands at 6000 tons per month.

Non-cooperation by the issuer/borrower:

Acuite 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 Acuite's policies.

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). Acuite endeavored to gather information about the entity/industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity - Key Financials

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

Rating Sensitivity

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

Material Covenants

Not Applicable.

Liquidity Position

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

Outlook

Not Applicable.

Status of non-cooperation with previous CRA

Not Applicable.

Any other information

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

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
19 Apr 2021	Packing Credit	Short Term	14.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	5.00	ACUITE A4+ (Issuer not co-operating*)
	Post Shipment Credit	Short Term	32.00	ACUITE A4+ (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	9.94	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	9.98	ACUITE BB- (Downgraded and Issuer not co-operating*)
27 Jan 2020	Term Loan	Long Term	9.98	ACUITE BB (Issuer not co-operating*)
	Packing Credit	Short Term	14.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	5.00	ACUITE A4+ (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	9.94	ACUITE BB (Issuer not co-operating*)
	Post Shipment Credit	Short Term	32.00	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	9.98	ACUITE BB (Issuer not co-operating*)
	Packing Credit	Short Term	14.00	ACUITE A4+ (Issuer not co-operating*)

14 Nov 2018	Post Shipment Credit	Short Term	32.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	5.00	ACUITE A4+ (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	9.94	ACUITE BB (Issuer not co-operating*)
04 Oct 2017	Term Loan	Long Term	9.98	ACUITE BB Stable (Reaffirmed)
	Packing Credit	Short Term	14.00	ACUITE A4+ (Reaffirmed)
	Post Shipment Credit	Short Term	32.00	ACUITE A4+ (Reaffirmed)
	Letter of Credit	Short Term	5.00	ACUITE A4+ (Reaffirmed)
	Proposed Long Term Loan	Long Term	9.94	ACUITE BB Stable (Reaffirmed)
13 Oct 2016	Term Loan	Long Term	19.46	ACUITE BB Stable (Reaffirmed)
	Packing Credit	Short Term	14.00	ACUITE A4+ (Reaffirmed)
	Post Shipment Credit	Short Term	32.00	ACUITE A4+ (Reaffirmed)
	Letter of Credit	Short Term	5.00	ACUITE A4+ (Reaffirmed)
	Proposed Long Term Loan	Long Term	0.46	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	25.92	ACUITE BB Stable (Assigned)
		Short		
23 Jul 2015	Packing Credit	Term	14.00	ACUITE A4+ (Assigned)
	Post Shipment Credit	Short Term	26.00	ACUITE A4+ (Assigned)
	Letter of Credit	Short Term	5.00	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Punjab and Sind Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A4 Downgraded Issuer not co-operating*
Punjab and Sind Bank	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	14.00	ACUITE A4 Downgraded Issuer not co-operating*
Punjab and Sind Bank	Not Applicable	Post Shipment Credit	Not Applicable	Not Applicable	Not Applicable	32.00	ACUITE A4 Downgraded Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	9.94	ACUITE B+ Downgraded Issuer not co-operating*
Punjab and Sind Bank	Not Applicable	Term Loan	Not available	Not available	Not available	9.98	ACUITE B+ Downgraded Issuer not co-operating*

Contacts

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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