

Press Release

Ganesh Steel and Alloys Limited

19 April 2018

Rating Update



Total Bank Facilities Rated*	Rs.10.55 Cr#
Long Term Rating (Indicative)	SMERA BB Issuer not co-operating*
Short Term Rating (Indicative)	SMERA A4+ Issuer not co-operating*

#Refer Annexure for details

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

SMERA has reviewed the long term rating of '**SMERA BB**' (**read as SMERA Double B**) and short term rating of '**SMERA A4+** (**read as SMERA A four plus**) on the above bank facilities of Ganesh Steel and Alloys Limited. This rating is now an indicative rating and is 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 such information 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

- Manufacturing: <https://www.smera.in/criteria-manufacturing.htm>
- Default Recognition: <https://www.smera.in/criteria-default.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 entity:

Ganesh Steel and Alloys Limited, incorporated in 1995 is Kolkata based company promoted by Mr. S. K Nahata, Mr. N.K. Baid and Mr. N.M Baid. The company is engaged in manufacture of ingots at Hooghly, West Bengal and has an installed capacity of 35000 metric tonnes per annum.

For FY15-16, GASL reported profit after tax (PAT) of Rs.0.70 crore on operating income of Rs.50.28 crore, as compared with PAT of Rs.0.59 crore on operating income of Rs.64.68 crore for

SMERA Ratings Limited

FY2014-15. The net worth of the company stood at Rs.12.63 crore as on March 31, 2016 as compared to Rs.11.86 crore as on March 31, 2015.

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
06-Mar-17	Cash Credit	LT	7.00	SMERA BB/Stable (Reaffirmed)
	Bank Guarantee	ST	2.55	SMERA A4+ (Reaffirmed)
	Proposed Cash Credit	LT	1.00	SMERA BB/Stable (Assigned)
22-Nov-16	Cash Credit	LT	7.00	SMERA BB/Stable (Assigned)
	Bank Guarantee	ST	2.55	SMERA A4+ (Assigned)
28-July-16	Cash Credit	LT	7.00	SMERA BB/Stable (Suspended)
	Bank Guarantee	ST	2.55	SMERA A4+ (Suspended)
30-July-15	Cash Credit	LT	7.00	SMERA BB/Stable (Assigned)
	Bank Guarantee	ST	2.55	SMERA A4+ (Assigned)

Annexure – Details of instruments rated:

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Cash Credit	NA	NA	NA	7.00	SMERA BB (Indicative)
Bank Guarantee	NA	NA	NA	2.55	SMERA A4+ (Indicative)
Proposed Cash Credit	NA	NA	NA	1.00	SMERA BB (Indicative)

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

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ABOUT SMERA

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