

Press Release

Blue Stampings & Forging Limited

November 10, 2021

Rating Update



| | |
|-------------------------------------|---|
| Total Bank Facilities Rated* | Rs. 30.00 Cr.# |
| Long Term Rating | ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating* |
| Short Term Rating | ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating* |

#Refer Annexure for details

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

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 the short-term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 30.00 crore bank facilities of Blue Stampings and Forging Limited (BSFL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

BSFL was incorporated in 1979. The company is engaged in forging products which find application in commercial vehicles, tractors, earth moving equipment and also in defence industry. The manufacturing facilities of BSFL are located in Faridabad. Mr. Pawan Mantri is the managing director of the company.

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.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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

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

Acuite 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 |
|-------------|--------------------------------------|------------|-----------------|---|
| 18-Aug-2020 | Term Loan | Long Term | 5.75 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| | Cash Credit | Long Term | 15.25 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| | Letter of Credit | Short Term | 4.00 | ACUITE A4+ Issuer not co-operating* |
| | Bank Guarantee | Short Term | 2.95 | ACUITE A4+ Issuer not co-operating* |
| | Proposed Working Capital Demand Loan | Long Term | 2.05 | ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating* |
| 20-May-2019 | Term Loan | Long Term | 5.75 | ACUITE BB Issuer not co-operating* |
| | Cash Credit | Long Term | 15.25 | ACUITE BB Issuer not co-operating* |
| | Letter of Credit | Short Term | 4.00 | ACUITE A4+ Issuer not co-operating* |
| | Bank Guarantee | Short Term | 2.95 | ACUITE A4+ Issuer not co-operating* |
| | Proposed Working Capital Demand Loan | Long Term | 2.05 | ACUITE BB Issuer not co-operating* |
| 19-Feb-2018 | Term Loan | Long Term | 5.75 | ACUITE BB Issuer not co-operating* |
| | Cash Credit | Long Term | 15.25 | ACUITE BB Issuer not co-operating* |
| | Letter of Credit | Short Term | 4.00 | ACUITE A4+ Issuer not co-operating* |
| | Bank Guarantee | Short Term | 2.95 | ACUITE A4+ Issuer not co-operating* |
| | Proposed Working Capital Demand Loan | Long Term | 2.05 | ACUITE BB Issuer not co-operating* |

#Annexure – Details of instruments rated

| Lender Name | Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Cr.) | Ratings/Outlook |
|---------------|------------------------|------------------|----------------|----------------|-----------------------------|---|
| Bank of India | Term Loan | Not Available | Not Available | Not Available | 5.75 | ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating* |
| Bank of India | Cash Credit | Not Applicable | Not Applicable | Not Applicable | 15.25 | ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating* |
| Bank of India | Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 4.00 | ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating* |

| | | | | | | |
|----------------|--------------------------------------|----------------|----------------|----------------|------|---|
| Bank of India | Bank Guarantee | Not Applicable | Not Applicable | Not Applicable | 2.95 | ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating* |
| Not Applicable | Proposed Working Capital Demand Loan | Not Applicable | Not Applicable | Not Applicable | 2.05 | ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating* |

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

Contacts

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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 8,850 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 Kanjurmarg, Mumbai.

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