

Press Release



Annam Steels

November 22, 2021

Rating Reaffirmed and Issuer not co-operating

Product	Net Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	42.75	ACUITE D Reaffirmed Issuer not co-operating*	
Total	42.75	-	-

Rating Rationale

Acuité has reviewed the long-term rating of 'ACUITE D' (read as ACUITE D) on the Rs.42.75 crore bank facilities of Annam Steels (AS). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

About the Company

AS, established in 1990, is a Chennai - based partnership firm promoted by Mr. Vijayakumar. The firm is a scrap dealer and is currently engaged in the process of dismantling of plants and selling of scrap from NGEF Ltd.

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

Applicable Criteria

- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.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.

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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

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
26 Aug 2020	Working Capital Demand Loan	Long Term	42.75	ACUITE D (Issuer not co-operating*)
27 May 2019	Working Capital Demand Loan	Long Term	42.75	ACUITE D (Issuer not co-operating*)
28 Feb 2018	Working Capital Demand Loan	Long Term	42.75	ACUITE D (Issuer not co-operating*)
10 Dec 2016	Working Capital Demand Loan	Long Term	42.75	ACUITE D (Downgraded from ACUITE B Stable)
11 Sep 2015	Working Capital Demand Loan	Long Term	42.75	ACUITE B Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Size Of Issue	Rating
Tamil Nadu Mercantile Bank	Working Capital Demand Loan (WCDL)	Not Applicable	Not Applicable	Not Applicable	42.75	ACUITE D Reaffirmed Issuer not co-operating*

*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 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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