

Press Release

Yatin Steels India Private Limited

August 27, 2018



Rating Downgraded

Total Bank Facilities Rated*	Rs. 435.00 Cr.#
Long Term Rating	ACUITE BB+ 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.

Rating Rationale

Acuité has downgraded the long-term rating to '**ACUITE BB+** (**read as ACUITE double B plus**) and short term rating of **ACUITE A4+ (**read as ACUITE A four plus**)** from long-term rating of '**ACUITE BBB+** (**read as ACUITE triple B plus**) and short term rating of **ACUITE A2 (**read as ACUITE A two**)** on the Rs.435.00 crore bank facilities of Yatin Steels India Private Limited (YSIPL). This rating is now an indicative rating and is based on best available information.

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 due date.

This rating is therefore being 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-17.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-6.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 endeavoured 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.

About the Rated Entity:

YSIPL was incorporated in 2004 to take over the existing business of Yatin Steels which was set up in 1988. The company, promoted by Mr. Yatin Khanna is engaged in the trading of iron and steel products mainly hot and cold rolled flat products and galvanised sheets that find application in consumer durables, pipes and tubes, railways, among others.

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
09-Mar-2018	Cash Credit	Long term	12.50	ACUITE BBB+/Stable (Reaffirmed)
	Letter of Credit	Short Term	116.00	ACUITE A2 (Reaffirmed)
	Letter of Credit	Short Term	55.00	ACUITE A2 (Reaffirmed)
	Letter of Credit	Short Term	65.00	ACUITE A2 (Reaffirmed)
	Letter of Credit	Short Term	34.00	ACUITE A2 (Reaffirmed)
	Letter of Credit	Short Term	21.50	ACUITE A2 (Reaffirmed)
	Letter of Credit	Short Term	30.00	ACUITE A2 (Reaffirmed)
	Proposed Long Term Loan	Long term	81.00	ACUITE BBB+/Stable (Reaffirmed)
	Cash Credit	Long term	2.00	ACUITE BBB+/Stable (Reaffirmed)
	Letter of Credit	Short Term	18.00	ACUITE A2 (Reaffirmed)
30-Nov-16	Letter of Credit	Short Term	386.50	ACUITE A2 (Reaffirmed)
	Proposed Working Capital Demand Loan	Long term	36.00	ACUITE BBB+/Stable (Reaffirmed)
	Cash Credit	Long term	12.50	ACUITE BBB+/Stable (Reaffirmed)
05-Oct-15	Letter of Credit	Short Term	399.00	ACUITE A2

				(Assigned)
	Proposed Bank Guarantee	Long term	36.00	ACUITE BBB+/Stable (Assigned)

***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	12.50	ACUITE BB+ Downgraded; Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	116.00	ACUITE A4+ Downgraded; Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	55.00	ACUITE A4+ Downgraded; Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	65.00	ACUITE A4+ Downgraded; Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	34.00	ACUITE A4+ Downgraded; Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	21.50	ACUITE A4+ Downgraded; Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	30.00	ACUITE A4+ Downgraded; Issuer not co-operating*
Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	81.00	ACUITE BB+ Downgraded; Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE BB+ Downgraded; Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	18.00	ACUITE A4+ Downgraded; 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 (*Erstwhile SMERA Ratings 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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