

Press Release

Yatin Steels India Private Limited

March 18, 2023



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	95.50	ACUITE C Downgraded Issuer not co-operating*	-
Bank Loan Ratings	305.50	-	ACUITE A4 Downgraded Issuer not co-operating*
Bank Loan Ratings	34.00	-	ACUITE D Downgraded Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	435.00	-	-

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE C (read as ACUITE C)**' from '**ACUITE BB-' (read as ACUITE double B minus)**' and also downgraded the short-term rating to '**ACUITE A4' (read as ACUITE A four)**' from '**ACUITE A4+' (read as ACUITE A four plus)**' and '**ACUITE D' (read as ACUITE D)**' from '**ACUITE A4+' (read as ACUITE A four plus)**' on Rs 435.00 Cr bank facilities of YATIN STEELS INDIA PRIVATE LIMITED.

The rating continues to be an indicative rating. The downgrade is on the basis of the public available information.

About the Company

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. The company has its office at Mumbai & 2 stockyards at Kalamboli.

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 noncooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality. This rating is, therefore, being 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 has endeavoured 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

Other Factors affecting Rating

None

Status of non-cooperation with previous CRA

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.

Applicable Criteria

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

Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
02 May 2022	Letter of Credit	Short Term	18.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	116.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	55.00	ACUITE A4+ (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	81.00	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	65.00	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	2.00	ACUITE BB- (Downgraded and Issuer not co-operating*)

	Cash Credit	Long Term	12.50	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	30.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	34.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	21.50	ACUITE A4+ (Issuer not co-operating*)
28 Jan 2021	Letter of Credit	Short Term	65.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	30.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	116.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	21.50	ACUITE A4+ (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	81.00	ACUITE BB (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	18.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	55.00	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	12.50	ACUITE BB (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	34.00	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	2.00	ACUITE BB (Downgraded and Issuer not co-operating*)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Canara Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	12.50	ACUITE C Downgraded Issuer not co-operating*
Bank of Baroda	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	2.00	ACUITE C Downgraded Issuer not co-operating*
Bank of Baroda	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	18.00	ACUITE A4 Downgraded Issuer not co-operating*
HDFC Bank Ltd	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	30.00	ACUITE A4 Downgraded Issuer not co-operating*
Union Bank of India	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	116.00	ACUITE A4 Downgraded Issuer not co-operating*
Punjab National Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	55.00	ACUITE A4 Downgraded Issuer not co-operating*
Union Bank of India	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	65.00	ACUITE A4 Downgraded Issuer not co-operating*
Indian Overseas Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	34.00	ACUITE D Downgraded Issuer not co-operating*
Canara Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	21.50	ACUITE A4 Downgraded Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	Simple	81.00	ACUITE C Downgraded Issuer not co-operating*

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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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