

Press Release

A. K. Multimetals Private Limited

June 27, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	1.74	-	ACUITE A4 Reaffirmed Issuer not co-operating*
Bank Loan Ratings	5.76	ACUITE B+ Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	7.50	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Refer Annexure for details

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

Rating Rationale

Acuite has reviewed the long term rating of '**ACUITE B+**' (read as **ACUITE B plus**) and the short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs.7.50 crore bank facilities of A K MULTIMETALS PRIVATE LIMITED (AKMPL). The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

About the Company

A K Multimetals Private Limited (AKMPL), incorporated in 1998, is a Punjab-based company promoted by Mr. Ashok Gupta, Mr. Deepak Gupta and Mr. Vijay Gupta. The company is engaged in the manufacturing of steel castings, metal rolls and mild steel ingots at Mandi Gobindgarh (Punjab). The installed capacity stands at 2,500 MTPA for steel casting, 2500 MTPA for metal rolls and 5500 MTPA for MS ingots respectively.

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 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). 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.

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 Indicators

"No information provided by the issuer / available for Acuite to comment upon."

Outlook

Not Applicable

Other Factors affecting Rating

Not Applicable

Status of non-cooperation with previous CRA

Not Applicable

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
30 Mar 2021	Cash Credit	Long Term	5.50	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Proposed Bank Facility	Short Term	0.74	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	1.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	0.26	ACUITE B+ (Downgraded and Issuer not co-operating*)
03 Jan 2020	Term Loan	Long Term	0.26	ACUITE BB- (Issuer not co-operating*)
	Proposed Bank Facility	Short Term	0.74	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	1.00	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	5.50	ACUITE BB- (Issuer not co-operating*)
05 Oct 2018	Bank Guarantee	Short Term	1.00	ACUITE A4+ (Issuer not co-operating*)
	Proposed Working Capital Demand Loan	Long Term	0.74	ACUITE BB- (Issuer not co-operating*)
	Cash Credit	Long Term	5.50	ACUITE BB- (Issuer not co-operating*)
	Term Loan	Long Term	0.26	ACUITE BB- (Issuer not co-operating*)
12 Jun 2017	Cash Credit	Long Term	5.50	ACUITE BB- (Issuer not co-operating*)
	Term Loan	Long Term	0.26	ACUITE BB- (Issuer not co-operating*)
	Bank Guarantee	Short Term	1.00	ACUITE A4+ (Issuer not co-operating*)
	Proposed Working Capital Demand Loan	Long Term	0.74	ACUITE BB- (Issuer not co-operating*)
19 Mar 2016	Bank Guarantee	Short Term	1.00	ACUITE A4+ (Assigned)
	Cash Credit	Long Term	5.50	ACUITE BB- Stable (Assigned)
	Term Loan	Long Term	0.26	ACUITE BB- Stable (Assigned)
	Proposed Working Capital Demand Loan	Long Term	0.74	ACUITE BB- Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.50	ACUITE B+ Reaffirmed Issuer not co-operating*
Punjab National Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4 Reaffirmed Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Short Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.74	ACUITE A4 Reaffirmed Issuer not co-operating*
Punjab National Bank	Not Applicable	Term Loan	Not available	Not available	Not available	0.26	ACUITE B+ Reaffirmed Issuer not co-operating*

Contacts

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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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