

Press Release

Shree Garodi Steels (SGS)

September 28, 2017



Rating Update

| | |
|--------------------------------------|--------------------------------------|
| Total Bank Facilities Rated | Rs.11.00 Cr# |
| Long Term Rating (Indicative) | SMERA BB Issuer not co-operating* |

Refer Annexure for details

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

SMERA has reviewed the long-term rating of '**SMERA BB**' (read as SMERA double B) on the Rs.11.00 crore bank facilities of Shree Garodi Steel (SGS). This is an indicative rating.

Non-cooperation by the issuer/borrower

SMERA 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 required documents.

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

Applicable Criteria

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Manufacturing entities - <https://www.smera.in/criteria-manufacturing.htm>
- Financial Ratios And Adjustments - <https://www.smera.in/criteria-fin-ratios.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). SMERA endeavoured to gather information about the entity / industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information on which the indicative credit rating is based.

About the rated entity

Shree Garodi Steels (SGS) was established in the year 2011 as partnership firm by Mr. Manoj Kumar and Siddarth Jain. It is an authorized distributor for APL Apollo and Apple Gold steel for TMT Bar in Mangalore and Dakshina Kannada district of Karnataka since 2015. It is also engaged in dealership of different steel manufacturing companies like Tata Steel and JSW Steel mainly for TMT Bar and other structural products like pipes, tubes, angles and plates, etc.

Rating history (last three years)

| Name of Instrument /Facilities | FY2017 | | | FY2016 | | FY2015 | | FY2014 | |
|--------------------------------|--------|--------------------|--------------------------------------------------|---------------------------|-----------------|--------|--------|--------|--------|
| | Scale | Amount (Rs. Crore) | Rating | Date | Rating | Date | Rating | Date | Rating |
| Secured Overdraft | LT | 11.00 | SMERA BB (Indicative) Issuer not cooperating* | 7 th Apr, 2016 | SMERA BB/Stable | - | - | - | - |

#Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue | Ratings |
|------------------------|------------------|-------------|---------------|-------------------|--------------------------------------------------|
| Secured Overdraft | NA | NA | NA | 11.00 | SMERA BB (Indicative) Issuer not cooperating* |

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

Contacts

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ABOUT SMERA

SMERA Ratings Limited is a joint initiative of SIDBI, D&B and leading public and private sector banks in India. SMERA is registered with SEBI, accredited by RBI as an External Credit Assessment Institution (ECAI), under BASEL-II norms for undertaking Bank Loan Ratings. SMERA Bond Ratings is a division of SMERA Ratings Limited responsible for ratings of bank facilities, and capital market/money market debt instruments such as Bonds, Debentures, Commercial Papers, Fixed Deposits, Certificate of Deposits, etc. For more details, please visit www.smera.in.

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