

Press Release

SALUJA STEEL & POWER PRIVATE LIMITED

February 04, 2022

Rating Downgraded & Withdrawn and Issuer not co-operating



Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Ratings Loan	28.55	ACUITE BB- Downgraded & Withdrawn Issuer not co-operating*	-
Bank Ratings Loan	10.45	-	ACUITE A4 Downgraded & Withdrawn Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	39.00	-	-

Rating Rationale

Acuite has downgraded and withdrawn the long-term rating to '**ACUITE BB-**' (read as **ACUITE Double B minus**) from '**ACUITE BB**' (read as **ACUITE Double B**) and short-term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs.39.00 crore bank facilities of Saluja Steel and Power Private Limited (SSP). The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating. This rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk. The rating is being withdrawn on account of request received from the company and NOC received from the banker.

About the Company

Incorporated in 2004, Saluja Steel and Power Private Limited (SSPPL) is engaged in manufacturing of Sponge Iron, M.S. Ingot and M.S. Bar (TMT). Located at Giridih (Jharkhand), the company began commercial production in June 2006. The Directors of company are Mr. Amarjeet Singh Saluja, Mr. Taranjeet Singh Saluja, Mr. Satvinder Singh Saluja and Mr. Joraver Singh Saluja. Company has manufacturing units in Mohanpur, Gadi Srirampore, Pargana Kharagdi and Giridih.

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 due date. Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with 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 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 ratings 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 Acuité to comment upon.

Material Covenants

None

Liquidity Position

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

Outlook

Not Applicable

Status of non-cooperation with previous CRA

CRISIL B+/Stable/A4 (ISSUER NOT COOPERATING*; Rating Withdrawn) as per press release dated November 23, 2021.

Any other information

None

Applicable Criteria

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

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
07 Apr 2021	Term Loan	Long Term	6.55	ACUITE BB (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	22.00	ACUITE BB (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	7.00	ACUITE A4+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	3.45	ACUITE A4+ (Issuer not co-operating*)
10 Jan 2020	Cash Credit	Long Term	22.00	ACUITE BB+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	3.45	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	6.55	ACUITE BB+ (Issuer not co-operating*)
	Letter of Credit	Short Term	7.00	ACUITE A4+ (Issuer not co-operating*)
13 Oct 2018	Letter of Credit	Short Term	7.00	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	22.00	ACUITE BB+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	3.45	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	6.55	ACUITE BB+ (Issuer not co-operating*)
22 Aug 2017	Term Loan	Long Term	6.55	ACUITE BB+ (Issuer not co-operating*)
	Cash Credit	Long Term	22.00	ACUITE BB+ (Issuer not co-operating*)
	Letter of Credit	Short Term	7.00	ACUITE A4+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	3.45	ACUITE A4+ (Issuer not co-operating*)
02 May 2016	Term Loan	Long Term	6.55	ACUITE BB+ Stable (Assigned)
	Cash Credit	Long Term	22.00	ACUITE BB+ Stable (Assigned)
	Letter of Credit	Short Term	7.00	ACUITE A4+ (Assigned)
	Bank Guarantee	Short Term	3.45	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
State Bank of India	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	3.45	ACUITE A4 Downgraded & Withdrawn Issuer not co-operating* (from ACUITE A4+)
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	22.00	ACUITE BB- Downgraded & Withdrawn Issuer not co-operating* (from ACUITE BB)
State Bank of India	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE A4 Downgraded & Withdrawn Issuer not co-operating* (from ACUITE A4+)
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	6.55	ACUITE BB- Downgraded & Withdrawn Issuer not co-operating* (from ACUITE BB)

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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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