

Press Release

Paras Bhavani Steel Private Limited

July 16, 2020

Rating Update



Total Bank Facilities Rated*	Rs.68.50 Cr. #
Long Term Rating	ACUITE D Downgraded; Issuer not co-operating*
Short Term Rating	ACUITE D Downgraded; Issuer not co-operating*

Refer Annexure for details

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

Acuite has reviewed the long term rating of '**ACUITE BB**' (read as **ACUITE double B**) and the short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) to '**ACUITE D**' (read as **ACUITE D**) on the Rs.68.50 crore bank facilities of Paras Bhavani Steel Private Limited. This rating is now an indicative rating and is based on the best available information.

Acuite has relied on publicly available information with regards to the account conduct.

Paras Bhavani Steel Private Limited was incorporated in 2007 by Mr. Parasmal Bohra. The company is engaged in the business of manufacturing of steel pipes, hollow sections, tubes, cold -rolled coils and strips and a variety of other galvanized products.

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.

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

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.

Applicable Criteria

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

Status of non-cooperation with previous CRA (if applicable)

Not Applicable

Any other information

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

Rating History (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
05-Dec-19	Cash Credit	Long Term	25.00	ACUITE BB Issuer not co-operating*
	Cash Credit	Long Term	8.00	ACUITE BB Issuer not co-operating*
	Term Loan	Long Term	2.90	ACUITE BB Issuer not co-operating*
	Term Loan	Long Term	3.48	ACUITE BB Issuer not co-operating*
	Term Loan	Long Term	0.04	ACUITE BB Issuer not co-operating*
	Proposed Term Loan	Long Term	6.68	ACUITE BB Issuer not co-operating*
	Term Loan	Long Term	0.40	ACUITE BB Issuer not co-operating*
	Letter of Credit	Short Term	12.00	ACUITE A4+ Issuer not co-operating*
	Letter of Credit	Short Term	10.00	ACUITE A4+ Issuer not co-operating*
15-Sep-18	Cash Credit	Long Term	25.00	ACUITE BB Issuer not co-operating*
	Cash Credit	Long Term	8.00	ACUITE BB Issuer not co-operating*
	Term Loan	Long Term	2.90	ACUITE BB Issuer not co-operating*
	Term Loan	Long Term	3.48	ACUITE BB Issuer not co-operating*
	Term Loan	Long Term	0.04	ACUITE BB Issuer not co-operating*
	Proposed Term Loan	Long Term	6.68	ACUITE BB Issuer not co-operating*
	Term Loan	Long Term	0.40	ACUITE BB Issuer not co-operating*
	Letter of Credit	Short Term	12.00	ACUITE A4+ Issuer not co-operating*
	Letter of Credit	Short Term	10.00	ACUITE A4+ Issuer not co-operating*
17-Jul-17	Cash Credit	Long Term	25.00	ACUITE BB/Stable (Reaffirmed)
	Cash Credit	Long Term	8.00	ACUITE BB/Stable (Reaffirmed)
	Term Loan	Long Term	2.90	ACUITE BB/Stable (Reaffirmed)
	Term Loan	Long Term	3.48	ACUITE BB/Stable (Reaffirmed)
	Term Loan	Long Term	0.04	ACUITE BB/Stable (Reaffirmed)
	Proposed Term Loan	Long Term	6.68	ACUITE BB/Stable (Reaffirmed)
	Term Loan	Long Term	0.40	ACUITE BB/Stable (Reaffirmed)
	Letter of Credit	Short Term	12.00	ACUITE A4+ (Reaffirmed)
	Letter of Credit	Short Term	10.00	ACUITE A4+ (Reaffirmed)

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

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	25.00	ACUITE D Downgraded; Issuer Not Cooperating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	8.00	ACUITE D Downgraded; Issuer Not Cooperating*
Term Loan	Not Available	Not Applicable	Not Available	2.90	ACUITE D Downgraded; Issuer Not Cooperating*
Term Loan	Not Available	Not Applicable	Not Available	3.48	ACUITE D Downgraded; Issuer Not Cooperating*
Term Loan	Not Available	Not Applicable	Not Available	0.04	ACUITE D Downgraded; Issuer Not Cooperating*
Proposed Term Loan	Not Available	Not Applicable	Not Available	6.68	ACUITE D Downgraded; Issuer Not Cooperating*
Term Loan	Not Available	Not Applicable	Not Available	0.40	ACUITE D Downgraded; Issuer Not Cooperating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE D Downgraded; Issuer Not Cooperating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE D Downgraded; Issuer Not Cooperating*

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

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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 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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