

## Press Release

**Sharda Shree Ispat Limited**

September 27, 2018



## Rating Update

<b>Total Bank Facilities Rated*</b>	Rs. 30.00 Cr.
<b>Long Term Rating</b>	ACUITE BB- (Issuer not co-operating*)
<b>Short Term Rating</b>	ACUITE A4+ (Issuer not co-operating*)

#Refer Annexure for details

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

Acuité has reviewed the long term rating of '**ACUITE BB-**' (**read as ACUITE double B minus**) and short term rating of '**ACUITE A4+**' (**read as ACUITE A four plus**) on the Rs. 30.00 crore bank facilities of Sharda Shree Ispat Limited (SSIL). This rating is now an indicative rating and is based on best available information.

**Non-cooperation by the issuer/borrower:** Acuité 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.

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

### Applicable Criteria

Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>

Default Recognition- <https://www.acuite.in/view-rating-criteria-17.htm>

**Limitation regarding information availability:** The rating is based on information available from sources other than issuer/borrower (in the absence of information provided by the issuer/borrower). Acuité 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 rating is based.

### About the Rated Entity:

The Nagpur-based Sharda Shree Ispat Limited (SSIL), incorporated in 2006 by Mr. Nandkishore Sarda and Mr. Ramnivas Sarda is engaged in the manufacture of thermo-mechanically-treated (TMT) bars. The company has installed capacity of 2,50,000 MT per annum and caters to Tata Steel Limited, Monnet Steel and Energy Ltd among others. The promoter families have been in the steel manufacturing industry for over 30 years.

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

None

### Any other information

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

### Rating History (Upto last three years)

Acuité Ratings & Research Limited (erstwhile SMERARatingsLimited)

[www.acuite.in](http://www.acuite.in)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
14th Aug 17	Term Loan	Long Term	25.00	ACUITE BB-/ Stable (Reaffirmed)
	Cash Credit	Long Term	4.50	ACUITE BB-/ Stable (Reaffirmed)
	Bank guarantee	Short Term	0.50	ACUITE A4+ (Reaffirmed)
24th Jun 16	Term Loan	Long Term	25.00	ACUITE BB-/ Stable (Assigned)
	Cash Credit	Long Term	4.50	ACUITE BB-/ Stable (Assigned)
	Bank guarantee	Short Term	0.50	ACUITE A4+ (Assigned)

**\*Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Term Loan	Not Applicable	Not Applicable	Not Applicable	25.00	ACUITE BB- Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.50	ACUITE BB- Issuer not co-operating*
Bank guarantee	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE A4+ Issuer not co-operating*

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**About Acuité Ratings & Research:**

Acuité Ratings & Research Limited (Erstwhile SMERA Ratings 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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