



Press Release

Shree Vaishnav Ispat Private Limited

January 10, 2019

Rating Update

Total Bank Facilities Rated*	Rs. 25.00 Cr.#
Long Term Rating	ACUITE D (Downgraded from ACUITE BB) Issuer not co-operating*

#Refer Annexure for details

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

Acuité has downgraded the long-term rating to '**ACUITE D**' (**read as ACUITE D**) from '**ACUITE BB**' (**read as ACUITE double B**) on the Rs. 25.00 crore bank facilities of SHREE VAISHNAV ISPAT PRIVATE LIMITED (SVIPL). This rating is now an indicative rating and is based on best available information.

SVIPL, incorporated in 1995, is a Mumbai-based company engaged in the trading and manufacturing of steel products. The company is promoted by Mr. Narendra Sharma and Mr. Pravin Khade who possess over a decades experience in the said field. The company's manufacturing units consists of a small scale unit that manufactures MS bars and a large scale unit that makes TMT bars. The installed capacities stood at 12,000 metric tonnes per annum of MS bars and 60,000 metric tonnes per annum of TMT bars.

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

- Default Recognition -<https://www.acuite.in/view-rating-criteria-17.htm>
- Manufacture Recognition -<https://www.acuite.in/view-rating-criteria-4.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). 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 - Key Financials

	Unit	FY16 (Actual)	FY15 (Actual)	FY14 (Actual)
Operating Income	Rs. Cr.	120.90	96.20	85.38
EBITDA	Rs. Cr.	5.80	3.25	(3.35)
PAT	Rs. Cr.	0.94	0.94	0.73
EBITDA Margin (%)	(%)	4.80	3.38	(3.92)
PAT Margin (%)	(%)	0.78	0.98	0.85
ROCE (%)	(%)	11.03	6.87	9.53
Total Debt/Tangible Net Worth	Times	1.20	1.17	0.81
PBDIT/Interest	Times	1.69	2.18	1.29
Total Debt/PBDIT	Times	4.53	7.40	3.84
Gross Current Assets (Days)	Days	153	172	142

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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
26-Oct-2017	Cash Credit	Long Term	25.00	ACUITE BB Issuer not co-operating*
12-Jul-2016	Cash Credit	Long Term	25.00	ACUITE BB/Stable (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
Cash Credit	Not Applicable	Not Applicable	Not Applicable	25.00	ACUITE D (Downgraded from ACUITE BB) Issuer not co-operating*

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

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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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