



Press Release
BMSS STEEL INDUSTRIES PRIVATE LIMITED
June 24, 2024
Rating Withdrawn

| Product | Quantum (Rs. Cr) | Long Term Rating | Short Term Rating |
|---------------------------------------|---------------------|-------------------------------|-------------------------------|
| Bank Loan Ratings | 7.00 | Not Applicable Withdrawn | - |
| Bank Loan Ratings | 13.00 | - | Not Applicable Withdrawn |
| Total Outstanding Quantum (Rs. Cr) | 0.00 | - | - |
| Total Withdrawn Quantum (Rs. Cr) | 20.00 | - | - |

Rating Rationale

Acuite has withdrawn its long-term rating of Rs.7.00 Cr. without assigning any rating and also withdrawn the short-term rating of Rs. 13.00 Cr. without assigning any rating for BMSS Steel Industries Private Limited (BSIPL).

The rating has been withdrawn on Acuite's policy of withdrawal of ratings as applicable to the respective facility / instrument. The rating has been withdrawn on account of the request received from the company, and the NDC received from the banker. Since the loan availed by the company has been repaid, the rating has been withdrawn.

About the Company

Incorporated in 1987, BMSS Steel Industries Private Limited (BSIPL) is a Maharashtra-based company promoted by Mr. Himatlal Garodia and Mr. Rajiv Garodia. The company is engaged in the trading of specialty steel used for manufacturing automobile components such as crankshafts, axle steering rods, to name a few. Since April 2017, the company has also begun the processing of steel. Further, BMSS has its processing unit in Kalamboli (Navi Mumbai) with a capacity of 400 tonnes per month.

Unsupported Rating

Not Applicable

Analytical Approach

Not Applicable

Key Rating Drivers

Strengths

Not Applicable

Weaknesses

Not Applicable

Rating Sensitivities

Not Applicable

Liquidity Position

Not Applicable

Outlook

Not Applicable

Other Factors affecting Rating

None

Key Financials

| Particulars | Unit | FY 22 (Actual) | FY 21 (Actual) |
|-------------------------------|---------|----------------|----------------|
| Operating Income | Rs. Cr. | 55.00 | 36.98 |
| PAT | Rs. Cr. | 0.73 | 0.46 |
| PAT Margin | (%) | 1.32 | 1.24 |
| Total Debt/Tangible Net Worth | Times | 0.00 | 0.00 |
| PBDIT/Interest | Times | 1.58 | 1.42 |

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

Not Applicable

Any other information

None

Applicable Criteria

- Default Recognition :- <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

Note on complexity levels of the rated instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in

Rating History

| Date | Name of Instruments/Facilities | Term | Amount (Rs. Cr) | Rating/Outlook |
|-------------|--------------------------------|------------|-----------------|---|
| 16 May 2023 | Cash Credit | Long Term | 4.50 | ACUITE B+ (Reaffirmed & Issuer not co-operating*) |
| | Proposed Cash Credit | Long Term | 2.50 | ACUITE B+ (Reaffirmed & Issuer not co-operating*) |
| | Letter of Credit | Short Term | 8.00 | ACUITE A4 (Reaffirmed & Issuer not co-operating*) |
| | Proposed Letter of Credit | Short Term | 5.00 | ACUITE A4 (Reaffirmed & Issuer not co-operating*) |
| 18 Feb 2022 | Cash Credit | Long Term | 4.50 | ACUITE B+ (Reaffirmed & Issuer not co-operating*) |
| | Proposed Cash Credit | Long Term | 2.50 | ACUITE B+ (Reaffirmed & Issuer not co-operating*) |
| | Letter of Credit | Short Term | 8.00 | ACUITE A4 (Reaffirmed & Issuer not co-operating*) |
| | Proposed Letter of Credit | Short Term | 5.00 | ACUITE A4 (Reaffirmed & Issuer not co-operating*) |

Annexure - Details of instruments rated

| Lender's Name | ISIN | Facilities | Date Of Issuance | Coupon Rate | Maturity Date | Complexity Level | Quantum (Rs. Cr.) | Rating |
|---------------------|----------------------|---------------------------|----------------------|----------------------|----------------------|------------------|-------------------|----------------------------|
| Bank of Maharashtra | Not avl. / Not appl. | Cash Credit | Not avl. / Not appl. | Not avl. / Not appl. | Not avl. / Not appl. | Simple | 4.50 | Not Applicable Withdrawn |
| Bank of Maharashtra | Not avl. / Not appl. | Letter of Credit | Not avl. / Not appl. | Not avl. / Not appl. | Not avl. / Not appl. | Simple | 8.00 | Not Applicable Withdrawn |
| Not Applicable | Not avl. / Not appl. | Proposed Cash Credit | Not avl. / Not appl. | Not avl. / Not appl. | Not avl. / Not appl. | Simple | 2.50 | Not Applicable Withdrawn |
| Not Applicable | Not avl. / Not appl. | Proposed Letter of Credit | Not avl. / Not appl. | Not avl. / Not appl. | Not avl. / Not appl. | Simple | 5.00 | Not Applicable Withdrawn |

Contacts

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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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