

## Press Release

Chinar Steel Segment Centre Private Limited

March 27, 2023

## Rating Withdrawn



Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	30.00	Not Applicable   Withdrawn	-
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	30.00	-	-

## Rating Rationale

Acuite has withdrawn the rating of Rs. 30.00 crore bank facilities of CHINAR STEEL SEGMENT CENTRE PRIVATE LIMITED (CSSCPL).

The rating has been withdrawn on Acuite's policy of withdrawal of ratings. The rating has been withdrawn on account of the request received from the company, and the NOC received from the banker.

## About the Company

CSSCPL was incorporated in 2007 as a steel trading company by Mr. Bankey Bihari Singh. The company is currently engaged in trading of steel scraps (segregated into ferrous and non ferrous) which are dismantled from plant & machineries (P&M) purchased from sick units as well as from companies where P&M are ideal or in obsolete state. The P&M which are in good condition are sold directly without dismantling. The steel trading business is shifted in its group concern Chinar Steel Segment Centre (CSSC), a proprietorship firm. The company bids only for government or semi government tenders.

## Analytical Approach

Not Applicable

## Key Rating Drivers

### Strengths

Not Applicable

### Weaknesses

Not Applicable

### Rating Sensitivities

Not Applicable

### Material covenants

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.	706.69	120.90
PAT	Rs. Cr.	75.29	12.36
PAT Margin	(%)	10.65	10.22
Total Debt/Tangible Net Worth	Times	0.57	0.71
PBDIT/Interest	Times	30.67	9.65

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

None

**Any other information**

None

**Applicable Criteria**

- Default Recognition :- <https://www.acuite.in/view-rating-criteria-52.htm>
- Trading Entitle: <https://www.acuite.in/view-rating-criteria-61.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](http://www.acuite.in).

**Rating History**

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
06 Feb 2023	Cash Credit	Long Term	30.00	ACUITE BB- ( Issuer not co-operating*)
08 Nov 2021	Cash Credit	Long Term	30.00	ACUITE BB- (Downgraded and Issuer not co-operating*)
11 Aug 2020	Cash Credit	Long Term	30.00	ACUITE BB (Downgraded and 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 India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	30.00	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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