



Press Release

Shiva Metalloys International Limited

February 07, 2019

Rating Update

Total Bank Facilities Rated*	Rs. 26.00 Cr.#
Long Term Rating	ACUITE B+ Issuer not co-operating*
Short Term Rating	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 B+**' (read as **ACUITE B plus**) and short-term rating of '**ACUITE A4**' (read as **ACUITE A four**) to the Rs.26.00 crore bank facilities of Shiva Metalloys International Limited (SMIL). This rating is now an indicative rating and is based on best available information.

The Delhi-based SMIL, incorporated in 1994, is engaged in the trading of non-ferrous metals such as nickel, zinc and lead, among others. The company is headed by Directors, Mr. Suresh Kumar Chawla, Mr. Ramesh Kumar Chawla, Mr. Gaurav Chawla and Mr. Gautam Chawla who possess experience of around three decades in the non-ferrous industry. SMIL imports goods from countries such as Canada, Malaysia, and Australia and sells them to retailers and suppliers across India.

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>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-6.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 endeavored 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.	72.20	78.07	85.22
EBITDA	Rs. Cr.	1.72	2.29	1.56
PAT	Rs. Cr.	0.08	0.42	(0.08)
EBITDA Margin	(%)	2.38	2.93	1.83
PAT Margin	(%)	0.11	0.54	(0.09)
ROCE (%)	(%)	4.74	6.27	8.82
Total Debt/Tangible Net Worth	Times	1.74	2.07	1.89
PBDIT/Interest	Times	1.10	1.39	0.99

Total Debt/PBDIT	Times	13.23	10.41	14.20
Gross Current Assets (Days)	Days	223	202	167

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

None

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
11-Dec-2018	Cash Credit	Long Term	11.00	ACUITE B+ Issuer not co-operating*
	Letter of Credit	Short Term	15.00	ACUITE A4 Issuer not co-operating*
21-Sept-2016	Cash Credit	Long Term	11.00	ACUITE B+/Stable (Assigned)
	Letter of Credit	Short Term	15.00	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
Cash Credit	Not Applicable	Not Applicable	Not Applicable	11.00	ACUITE B+ Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE A4 Issuer not co-operating*

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

Contacts

Analytical	Rating Desk
Aditya Gupta Head- Corporate and Infrastructure Sector Tel: 022-49294041 aditya.gupta@acuute.in Bhanupriya Khandelwal Analyst - Rating Operations Tel: 022-49294045 bhanupriya.khandelwal@acuiteratings.in	Varsha Bist Manager - Rating Desk Tel: 022-67141160 rating.desk@acuute.in

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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