

## Press Release

Greta steels private limited (erstwhile Greta steels limited)

August 02, 2022



### Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	15.00	-	ACUITE D   Reaffirmed   Issuer not co-operating*
Bank Loan Ratings	9.00	ACUITE D   Reaffirmed   Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	24.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

### Rating Rationale

Acuite has reaffirmed the long-term and the short-term rating of '**ACUITE D**' (read as **ACUITE D**) on the Rs.24.00 crore bank facilities of Greta Steels Private Limited (GSPL) (Formerly known as Greta Steels Limited). This rating continues to be an indicative rating and is based on the best available information.

### About the Company

Chennai-based, Greta Steels Private Limited (GSPL), incorporated in 2011 by Mr. Rajesh Kumar, is engaged in the trading of steel scrap, iron ore and coal. The day to day operations of the company are currently managed by Mr. Rajesh Kumar. The company got converted to private limited from public limited as on August 28, 2017 and Mr. Rajesh Kumar and Mr. Ajit Kumar Chordia are the current Directors of the company.

### Non-cooperation by the issuer/borrower:

Acuite 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 the due date.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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

### 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). Acuite 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

The rated entity has not shared the latest financial statements despite repeated requests.

### Rating Sensitivity

"No information provided by the issuer / available for Acuite to comment upon."

### Material Covenants

None

### Liquidity Position

"No information provided by the issuer / available for Acuite to comment upon."

### Outlook

Not Applicable

### Status of non-cooperation with previous CRA

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.

### Applicable Criteria

- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

### Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

### Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
05 May 2021	Cash Credit	Long Term	9.00	ACUITE D (Issuer not co-operating*)
	Letter of Credit	Short Term	15.00	ACUITE D (Issuer not co-operating*)
18 Feb 2020	Letter of Credit	Short Term	15.00	ACUITE D (Downgraded from ACUITE A4)
	Cash Credit	Long Term	9.00	ACUITE D (Downgraded from ACUITE B+   Stable)

24 Jan 2019	Cash Credit	Long Term	9.00	ACUITE B+   Stable (Downgraded from ACUITE BB-   Stable)
	Letter of Credit	Short Term	15.00	ACUITE A4 (Reaffirmed)
10 Jan 2018	Cash Credit	Long Term	9.00	ACUITE BB-   Stable (Reaffirmed)
	Letter of Credit	Short Term	15.00	ACUITE A4 (Reaffirmed)
12 Oct 2016	Cash Credit	Long Term	9.00	ACUITE BB-   Stable (Assigned)
	Letter of Credit	Short Term	15.00	ACUITE A4 (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Union Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	9.00	ACUITE D   Reaffirmed   Issuer not co-operating*
Union Bank of India	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE D   Reaffirmed   Issuer not co-operating*

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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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