

Press Release

Purvi Metals Private Limited

September 26, 2018

Rating Update



Total Bank Facilities Rated*	Rs. 20.00 Cr.#
Long Term Rating	ACUITE B+ Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuite has reviewed the long term rating of '**ACUITE B+ (read as ACUITE B plus)**' to the Rs.20.00 crore bank facilities of Purvi Metals Private Limited (PMPL). This rating is now an indicative rating and is based on best available information.

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 due date.

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

Applicable Criteria

- Trading Entities - <https://www.acuite.in/view-rating-criteria-6.htm>
- Application of Financial Ratios and Adjustments: <https://www.acuite.in/view-rating-criteria-20.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-17.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). Acuite endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity:

PMPL is a Mumbai-based company promoted by Mr. Brijesh Singh and Mr. Rangabhadur Singh. The company is engaged in trading of steel coils. The company buys steel coils from manufacturers in bulk and sells the same across India.

For FY2016-17 (Provisional), the company reported profit after tax (PAT) of Rs.0.45 crore on operating income of Rs.88.41 crore, compared to net profit of Rs.0.33 crore on operating income of Rs.82.58 crore in FY2015-16. The net worth stood at Rs.7.67 crore as on 31 March, 2017 as against Rs.7.05 crore a year earlier. (Net worth includes subordinated quasi equity of Rs.1.59 crore as on 31 March 2017).

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
10-Oct-2017	Cash Credit	Long term	20.00 (Enhanced from Rs.15.00 crore)	ACUITE B+ (Reaffirmed)
20-Mar-2017	Cash Credit	Long term	15.00	ACUITE B+ (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	20.00	ACUITE B+ Issuer not co-operating*

Contacts

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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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