

Press Release

The Kolhapur Steel Limited



August 06, 2019

Rating update

Total Bank Facilities Rated*	Rs. 10.00 Cr. #
Long Term Rating	ACUITE BBB+ Issuer not co-operating*

5# Refer Annexure for details

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

Acuité has reviewed the long-term rating of '**ACUITE BBB+**' (read as **ACUITE triple B plus**) on the Rs. 10.00 crore bank facilities of THE KOLHAPUR STEEL LIMITED (TKSL). This rating is now an indicative rating and is based on best available information.

The Kolhapur Steel Limited (TKSL) established in 1965 was taken over by the Kirloskar group in 2007. TKSL is a 99.74 per cent subsidiary of Kirloskar Brothers Limited (KBL). It is engaged in the manufacturing of steel castings used in pumps, valves, turbines (steam and hydro) among others.

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/criteria-default.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>
- Criteria For Group And Parent Support- <https://www.acuite.in/view-rating-criteria-47.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

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

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

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.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
15-May-2018	Secured Overdraft	Long Term	5.00	ACUITE BBB+/ Stable (Upgraded)
	Working Capital Term loan	Long Term	5.00	ACUITE BBB+/ Stable (Assigned)
27-March-2017	Cash Credit	Long Term	10.00	ACUITE BBB-/ Stable (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Secured Overdraft	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BBB+ Issuer not co-operating*
Working Capital Term loan	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BBB+ Issuer not co-operating*

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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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