

## Press Release

**Shivam Steels and Tubes Private Limited**

**March 10, 2022**



### **Rating Downgraded & Withdrawn and Issuer not co-operating**

<b>Product</b>	<b>Quantum (Rs. Cr)</b>	<b>Long Term Rating</b>	<b>Short Term Rating</b>
<b>Bank Ratings</b>	<b>Loan</b> 3.00	ACUITE B+   Downgraded & Withdrawn   Issuer not co-operating*	-
<b>Bank Ratings</b>	<b>Loan</b> 30.00	-	ACUITE A4   Downgraded & Withdrawn   Issuer not co-operating*
<b>Total Outstanding Quantum</b> <b>(Rs. Cr)</b>	<b>Quantum</b> 0.00	-	-
<b>Total Withdrawn Quantum</b> <b>(Rs. Cr)</b>	<b>Quantum</b> 33.00	-	-

### **Rating Rationale**

Acuité has downgraded and withdrawn the long-term rating to '**ACUITE B+**' (read as **ACUITE B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) and the short-term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**A4+**' (read as **ACUITE A four plus**) on the Rs. 33.00 crore bank facilities of Shivam Steels and Tubes Private Limited (SSTPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk. The rating is being withdrawn on account of the request received from the company and the NOC received from the banker as per Acuité's policy on withdrawal of ratings.

### **About the Company**

Shivam Steels & Tubes Private Limited (SSTPL) was incorporated in 1998. The Maharashtra-based company promoted By Mr. Rajendra Mehra, Mrs. Minnie Mehra, Mr. Yashpal Mehra and Mrs. Poonam Mehra is engaged in manufacturing and exporting of ERW Steel Tubes and Cold-Rolled Sheets.

### **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 continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité'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). 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.

### **Rating Sensitivity**

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

### **Material Covenants**

None

### **Liquidity Position**

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

### **Outlook**

Not Applicable

### **Status of non-cooperation with previous CRA**

None

### **Any other information**

None

### **Applicable Criteria**

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

### **Rating History**

<b>Date</b>	<b>Name of Instruments/Facilities</b>	<b>Term</b>	<b>Amount (Rs. Cr)</b>	<b>Rating/Outlook</b>
21 Dec 2020	Cash Credit	Long Term	3.00	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	25.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	5.00	ACUITE A4+ (Issuer not co-operating*)
26 Sep 2019	Letter of Credit	Short Term	5.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	25.00	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	3.00	ACUITE BB (Issuer not co-operating*)
06 Jul 2018	Cash Credit	Long Term	3.00	ACUITE BB (Issuer not co-operating*)
	Letter of Credit	Short Term	5.00	ACUITE A4+ (Issuer not co-operating*)
	Letter of Credit	Short Term	25.00	ACUITE A4+ (Issuer not co-operating*)

## 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	3.00	ACUITE B+   Downgraded & Withdrawn   Issuer not co-operating* ( from ACUITE BB- )
Union Bank of India	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A4   Downgraded & Withdrawn   Issuer not co-operating* ( from ACUITE A4+ )
Union Bank of India	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	25.00	ACUITE A4   Downgraded & Withdrawn   Issuer not co-operating* ( from ACUITE A4+ )

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### About Acuité Ratings & Research

Acuité Ratings & Research 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 8,850 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 Kanjurmarg, Mumbai.

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