

## Press Release

Shree Samtainath Enterprises Private Limited

March 10, 2022



### Rating Downgraded and Issuer not co-operating

| Product                            | Quantum (Rs. Cr) | Long Term Rating                                  | Short Term Rating                                 |
|------------------------------------|------------------|---|---|
| Bank Loan Ratings                  | 2.25             | -   | ACUITE A4   Downgraded   Issuer not co-operating* |
| Bank Loan Ratings                  | 3.75             | ACUITE B+   Downgraded   Issuer not co-operating* | -   |
| Total Outstanding Quantum (Rs. Cr) | 6.00             | -   | -   |
| Total Withdrawn Quantum (Rs. Cr)   | 0.00             | -   | -   |

### Rating Rationale

Acuité has downgraded the long-term rating to '**ACUITE B+**' (**read as ACUITE single 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 '**ACUITE A4+**' (**read as ACUITE A four plus**) on the Rs. 6.00 crore bank facilities of Shree Samtainath Enterprises Private Limited. The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

### About the Company

Shree Samtainath Enterprises Private Limited (SSEPL) was established in the year 1997 and trades in iron and steel products and also fabricates them. The company is a part of Shree Samtainath group, with other major company being Rourkela Steel Corporation (RSC). The West Bengal based Company is promoted by Mayur kheria and kedar nath kheria.

### 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

Not Applicable

## 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

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                                       |
|-------------|--------------------------------|------------|-----------------|--|
| 17 Dec 2020 | Cash Credit                    | Long Term  | 3.75            | ACUITE BB- (Downgraded and Issuer not co-operating*) |
|             | Bills Discounting              | Short Term | 1.00            | ACUITE A4+ (Issuer not co-operating*)                |
|             | Bank Guarantee                 | Short Term | 1.25            | ACUITE A4+ (Issuer not co-operating*)                |
| 18 Sep 2019 | Cash Credit                    | Long Term  | 3.75            | ACUITE BB (Issuer not co-operating*)                 |
|             | Bills Discounting              | Short Term | 1.00            | ACUITE A4+ (Issuer not co-operating*)                |
|             | Bank Guarantee                 | Short Term | 1.25            | ACUITE A4+ (Issuer not co-operating*)                |

|                |                   |               |      |                                       |
|----------------|-------------------|---------------|------|---------------------------------------|
| 29 Jun<br>2018 | Cash Credit       | Long<br>Term  | 3.75 | ACUITE BB (Issuer not co-operating*)  |
|                | Bank Guarantee    | Short<br>Term | 1.25 | ACUITE A4+ (Issuer not co-operating*) |
|                | Bills Discounting | Short<br>Term | 1.00 | ACUITE A4+ (Issuer not co-operating*) |
| 22 May<br>2017 | Cash Credit       | Long<br>Term  | 3.75 | ACUITE BB   Stable (Assigned)         |
|                | Bills Discounting | Short<br>Term | 1.00 | ACUITE A4+ (Assigned)                 |
|                | Bank Guarantee    | Short<br>Term | 1.25 | ACUITE A4+ (Assigned)                 |

## Annexure - Details of instruments rated

| <b>Lender's Name</b> | <b>ISIN</b>    | <b>Facilities</b>    | <b>Date Of Issuance</b> | <b>Coupon Rate</b> | <b>Maturity Date</b> | <b>Quantum (Rs. Cr.)</b> | <b>Rating</b>   |
|----------------------|----------------|----------------------|-------------------------|--------------------|----------------------|--------------------------|---|
| Union Bank of India  | Not Applicable | Bank Guarantee (BLR) | Not Applicable          | Not Applicable     | Not Applicable       | 1.25                     | ACUITE A4   Downgraded   Issuer not co-operating* ( from ACUITE A4+ ) |
| Union Bank of India  | Not Applicable | Bills Discounting    | Not Applicable          | Not Applicable     | Not Applicable       | 1.00                     | ACUITE A4   Downgraded   Issuer not co-operating* ( from ACUITE A4+ ) |
| Union Bank of India  | Not Applicable | Cash Credit          | Not Applicable          | Not Applicable     | Not Applicable       | 3.75                     | ACUITE B+   Downgraded   Issuer not co-operating* ( from ACUITE BB- ) |

## Contacts

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|--|--|
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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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