

Press Release

Govind Steel Company Limited

February 08, 2021

Rating Update



Total Bank Facilities Rated*	Rs. 20.00 Cr. #
Long Term Rating	ACUITE BB+ (Downgraded and Issuer non-cooperating*)
Short Term Rating	ACUITE A4+ (Downgraded and Issuer non-cooperating*)

Refer Annexure for details

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

Acuite has downgraded the long-term rating to '**ACUITE BB+**' (read as **ACUITE BB Plus**) from '**ACUITE BBB-**' (read as **ACUITE Triple B minus**) and Short term rating to '**ACUITE A4+**' (read as **ACUITE A four plus**) from '**ACUITE A3**' (read as **ACUITE A three**) on the Rs. 20.00 crore bank facilities of Govind Steel Company Limited. This rating is now an indicative rating and is based on the best available information.

Incorporated in 1958, Govind Steel Company Limited (GSCL) is engaged in manufacturing of manhole covers, manhole sets, C. I. castings, D. I. castings among others. Promoted by Mr. Dinesh Kumar Seksaria, their management includes Mr. Gaurav Seksaria and Mr. Chatar Singh Kathotia. The plant has an installed capacity of 12,000 tons per annum of foundry (C.I. Castings) and 24,000 tons per annum of ductile furnaces (D.I. Castings) in Rishra (West Bengal).

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.

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

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Financial Ratios and Adjustments- <https://www.acuite.in/view-rating-criteria-53.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>

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

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

About the Rated Entity - Key Financials

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

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

None

Any other information

Acuite is yet to receive the latest information 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
14 November, 2019	Cash Credit	Long Term	12	ACUITE BBB-/ Stable (Reaffirmed)
	Letter of Credit	Short Term	3	ACUITE A3 (Rating reaffirmed)
	Proposed Bank Facility	Short Term	5	ACUITE A3 (Rating reaffirmed, outlook revised)
19 Oct, 2019	Cash Credit	Long Term	12	ACUITE BBB- (Indicative)
	Letter of Credit	Short Term	3	ACUITE A3 (Indicative)
	Proposed Bank Facility	Short Term	5	ACUITE A3 (Indicative)
03-Aug-2018	Cash Credit	Long Term	12	ACUITE BBB- / Stable (Upgraded)
	Letter of Credit	Short Term	3	ACUITE A3 (Upgraded)
	Proposed Bank Facility	Short Term	5	ACUITE A3 (Upgraded)

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	12	ACUITE BB+ Downgraded Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	3	ACUITE A4+ (Downgraded, Indicative)
Proposed Bank Facility	Not Available	Not Applicable	Not Available	5	ACUITE A4+ (Downgraded, Indicative)

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

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About Acuite Ratings & Research:

Acuite 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 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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