

Press Release

Bangalore Metallurgicals Private Limited

September 15, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	11.00	ACUITE B+ Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	11.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE B+**' (read as **ACUITE B Plus**) on the Rs.11.00 Crore bank facilities of Bangalore Metallurgicals Private Limited (BMPL). The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

About the Company

BMPL was established in 1960 as a partnership firm and later, changed to private limited in 1987. The company is engaged in the manufacture of cast iron and ductile iron and has installed capacity of 600 tons per month. The company is led by Mr. Ramaiah Raghavendra and his two sons, Mr. Rakshith Raghavendra and Mr. Rajith Raghavendra. The manufacturing facility is located at Hosakote (Bangalore).

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. Acuite believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality. This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite'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). Acuite endeavored 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 - 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 Acuite to comment upon.

Material Covenants

None

Liquidity Position

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

Outlook

Not Applicable

Other Factors affecting Rating

None

Status of non-cooperation with previous CRA

ICRA , vide its press release dated September 22, 2021 had denoted the long term rating of Bangalore Metallurgicals Private Limited as '[ICRA]B+(Stable); ISSUER NOT COOPERATING ' on account of lack of adequate information required for monitoring of ratings. The earlier rating, however also stood at '[ICRA]B+(Stable); ISSUER NOT COOPERATING' vide its press release dated July 22, 2020 .

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

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.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 Jun 2021	Term Loan	Long Term	1.50	ACUITE B+ (Issuer not co-operating*)
	Cash Credit	Long Term	9.50	ACUITE B+ (Issuer not co-operating*)
25 Mar 2020	Cash Credit	Long Term	9.50	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	1.50	ACUITE B+ (Downgraded and Issuer not co-operating*)
08 Jan 2019	Term Loan	Long Term	1.50	ACUITE BB- Stable (Reaffirmed)
	Cash Credit	Long Term	9.50	ACUITE BB- Stable (Reaffirmed)
31 Oct 2017	Cash Credit	Long Term	8.00	ACUITE BB- Stable (Assigned)
	Term Loan	Long Term	3.00	ACUITE BB- Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Canara Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	9.50	ACUITE B+ Reaffirmed Issuer not co-operating*
Canara Bank	Not Applicable	Term Loan	Not available	Not available	Not available	1.50	ACUITE B+ Reaffirmed Issuer not co-operating*

Contacts

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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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