



**Press Release**  
**Shah Brothers Ispat Private Limited**  
**December 30, 2024**  
**Rating Reaffirmed and Issuer not co-operating**

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	33.20	ACUITE D   Reaffirmed   Issuer not co-operating*	-
Bank Loan Ratings	361.80	-	ACUITE D   Reaffirmed   Issuer not co-operating*
<b>Total Outstanding Quantum (Rs. Cr)</b>	395.00	-	-
<b>Total Withdrawn Quantum (Rs. Cr)</b>	0.00	-	-

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

**Rating Rationale**

Acuite has reaffirmed the long-term rating of ‘**ACUITE D**’ (read as **ACUITE D**) and short term rating of ‘**ACUITE D**’ (read as **ACUITE Do**) on the Rs. 395.00 crore bank facilities of Shah Brothers Ispat Private Limited. The rating continues to be flagged as “Issuer Not Cooperating” and is based on the best available information.

**About the Company**

Shah Brothers Ispat Private Limited (SBIPL) is a Mumbai based company established in 1958 and promoted by Mr. Rajesh Shah and Mr. Sanjiv Mehta. SBIPL is engaged in trading of iron and steel products such as Boiler quality steel plates, vessel steel plates, HR Coils, Mild Steel Plates, Alloy Steel Plates and High Strength Steel Plates. SBIPL is an importer and distributor of boiler quality steel plates in India. The promoters of the firm Mr. Rajesh Shah and Mr. Sanjiv Mehta possess around three decades experience in metal trading industry.

**Unsupported Rating**

Not Applicable

**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 non-cooperation 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). 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 ratings are based.

**Rating Sensitivity**

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

**Liquidity Position**

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

**Outlook**

Not Applicable

**Other Factors affecting Rating**

None

## Key Financials

Particulars	Unit	FY 21 (Actual)	FY 20 (Actual)
Operating Income	Rs. Cr.	183.68	505.48
PAT	Rs. Cr.	(157.09)	(26.37)
PAT Margin	(%)	(85.52)	(5.22)
Total Debt/Tangible Net Worth	Times	(2.30)	1.21
PBDIT/Interest	Times	(8.30)	0.14

### Status of non-cooperation with previous CRA

Not Applicable

### Any other information

None

### Applicable Criteria

- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.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

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in).

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
03 Oct 2023	Cash Credit	Long Term	16.50	ACUITE D (Reaffirmed & Issuer not co-operating*)
	Cash Credit	Long Term	7.70	ACUITE D (Reaffirmed & Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE D (Reaffirmed & Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE D (Reaffirmed & Issuer not co-operating*)
	Bank Guarantee (BLR)	Short Term	12.50	ACUITE D (Reaffirmed & Issuer not co-operating*)
	Letter of Credit	Short Term	168.50	ACUITE D (Reaffirmed & Issuer not co-operating*)
	Bank Guarantee (BLR)	Short Term	3.74	ACUITE D (Reaffirmed & Issuer not co-operating*)
	Letter of Credit	Short Term	82.26	ACUITE D (Reaffirmed & Issuer not co-operating*)
	Bank Guarantee (BLR)	Short Term	3.25	ACUITE D (Reaffirmed & Issuer not co-operating*)
	Letter of Credit	Short Term	43.75	ACUITE D (Reaffirmed & Issuer not co-operating*)
	Bank Guarantee (BLR)	Short Term	3.25	ACUITE D (Reaffirmed & Issuer not co-operating*)
	Letter of Credit	Short Term	43.75	ACUITE D (Reaffirmed & Issuer not co-operating*)
	Proposed Letter of Credit	Short Term	0.80	ACUITE D (Reaffirmed & Issuer not co-operating*)
05 Jul 2022	Bank Guarantee (BLR)	Short Term	3.25	ACUITE D (Downgraded & Issuer not co-operating* from ACUITE A4)
	Letter of Credit	Short Term	43.75	ACUITE D (Downgraded & Issuer not co-operating* from ACUITE A4)
	Proposed Letter of Credit	Short Term	0.80	ACUITE D (Downgraded & Issuer not co-operating* from ACUITE A4)
	Bank Guarantee (BLR)	Short Term	12.50	ACUITE D (Downgraded & Issuer not co-operating* from ACUITE A4)
	Letter of Credit	Short Term	168.50	ACUITE D (Downgraded & Issuer not co-operating* from ACUITE A4)
	Bank Guarantee (BLR)	Short Term	3.74	ACUITE D (Downgraded & Issuer not co-operating* from ACUITE A4)
	Letter of Credit	Short Term	82.26	ACUITE D (Downgraded & Issuer not co-operating* from ACUITE A4)
	Bank Guarantee (BLR)	Short Term	3.25	ACUITE D (Downgraded & Issuer not co-operating* from ACUITE A4)
	Letter of Credit	Short Term	43.75	ACUITE D (Downgraded & Issuer not co-operating* from ACUITE A4)
	Cash Credit	Long Term	16.50	ACUITE D (Downgraded & Issuer not co-operating* from ACUITE B-)
	Cash Credit	Long Term	7.70	ACUITE D (Downgraded & Issuer not co-operating* from ACUITE B-)
	Cash Credit	Long Term	4.50	ACUITE D (Downgraded & Issuer not co-operating* from ACUITE B-)
	Letter of Credit	Short Term	82.26	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
	Bank Guarantee (BLR)	Short Term	3.74	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
	Letter of Credit	Short Term	168.50	ACUITE A4 (Reaffirmed & Issuer not co-operating*)

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

17 Mar 2022	Bank Guarantee (BLR)	Short Term	12.50	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
	Bank Guarantee/Letter of Guarantee	Short Term	3.25	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
	Letter of Credit	Short Term	43.75	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
	Bank Guarantee (BLR)	Short Term	3.25	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
	Letter of Credit	Short Term	43.75	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
	Proposed Letter of Credit	Short Term	0.80	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Cash Credit	Long Term	7.70	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Cash Credit	Long Term	16.50	ACUITE B- (Reaffirmed & Issuer not co-operating*)

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

**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>Complexity Level</b>	<b>Rating</b>
Central Bank of India	Not avl. / Not appl.	Bank Guarantee (BLR)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	12.50	Simple	ACUITE D   Reaffirmed   Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Bank Guarantee (BLR)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	3.74	Simple	ACUITE D   Reaffirmed   Issuer not co-operating*
Bank of Baroda	Not avl. / Not appl.	Bank Guarantee (BLR)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	3.25	Simple	ACUITE D   Reaffirmed   Issuer not co-operating*
State Bank of India	Not avl. / Not appl.	Bank Guarantee (BLR)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	3.25	Simple	ACUITE D   Reaffirmed   Issuer not co-operating*
Central Bank of India	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	16.50	Simple	ACUITE D   Reaffirmed   Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	7.70	Simple	ACUITE D   Reaffirmed   Issuer not co-operating*
Bank of Baroda	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	4.50	Simple	ACUITE D   Reaffirmed   Issuer not co-operating*
State Bank of India	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	4.50	Simple	ACUITE D   Reaffirmed   Issuer not co-operating*
Central Bank of India	Not avl. / Not appl.	Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	168.50	Simple	ACUITE D   Reaffirmed   Issuer not co-operating*
Bank of Baroda	Not avl. / Not appl.	Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	43.75	Simple	ACUITE D   Reaffirmed   Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	82.26	Simple	ACUITE D   Reaffirmed   Issuer not co-operating*
State Bank of India	Not avl. / Not appl.	Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	43.75	Simple	ACUITE D   Reaffirmed   Issuer not co-operating*
Not Applicable	Not avl. / Not appl.	Proposed Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	0.80	Simple	ACUITE D   Reaffirmed   Issuer not co-operating*

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

## 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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