

## Press Release

### Ghankun Steels Private Limited

February 25, 2020

#### Rating Update



<b>Total Bank Facilities Rated*</b>	Rs. 83.37 Cr. #
<b>Long Term Rating</b>	ACUITE BB+ Withdrawn; Issuer not co-operating*
<b>Short Term Rating</b>	ACUITE A4+ Withdrawn; Issuer not co-operating*

# Refer Annexure for details

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

Acuité has withdrawn the long-term rating of '**ACUITE BB+**' (read as **ACUITE double B plus**) and short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 83.37 crore bank facilities of Ghankun Steels Private Limited (GSPL). This rating is now withdrawn, indicative and is based on best available information.

The rating has been withdrawn on account of request received from the company and NOC received from the banker.

Ghankun Steels Limited is a company started in the year 2004 and is based out of Raipur. Company is engaged in the manufacturing of Sponge Iron, MS ingots and generates power from power plant. Company deals in all products across the value chain in the steel industry like sponge iron, Ingot, Billet, TMT & Structural Steel. Promoters of the company belong to the Maruti Group which is promoted by Khetan Family, Tola Family and Chowdhary family. GSPL gets over 60% of its revenues from Maruti Ferrous Pvt Ltd (Group Company). Maruti sells TMT bars to the final customer under the brand name of "Nirmaan TMT".

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

#### Applicable Criteria

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

#### 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 attempts.

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

Not applicable

#### Any other information

Acuité is yet to receive the latest No Default Statement (NDS) 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
18-Dec-2019	Term Loan	Long Term	34.37	ACUITE BB+ (Downgraded from ACUITE BBB-) Issuer not co-operating*
	Cash Credit	Long Term	18.00	ACUITE BB+ (Downgraded from ACUITE BBB-) Issuer not co-operating*
	Bill Discounting	Short Term	5.00	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating*
	Letter of Credit	Short Term	20.00	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating*
	Bank Guarantee	Short Term	6.00	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating*
11-Jun-2019	Term Loan	Long Term	34.37	ACUITE BBB- Issuer not co-operating*
	Cash Credit	Long Term	18.00	ACUITE BBB- Issuer not co-operating*
	Bill Discounting	Short Term	5.00	ACUITE A3+ Issuer not co-operating*
	Letter of Credit	Short Term	20.00	ACUITE A3+ Issuer not co-operating*
	Bank Guarantee	Short Term	6.00	ACUITE A3+ Issuer not co-operating*

**#Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	34.37	ACUITE BB+ Withdrawn; Issuer not co-operating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	18.00	ACUITE BB+ Withdrawn; Issuer not co-operating*
Bill Discounting	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A4+ Withdrawn; Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	20.00	ACUITE A4+ Withdrawn; Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE A4+ Withdrawn; Issuer not co-operating*

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

## Contacts

Analytical	Rating Desk
<p>Aditya Gupta Head - Corporate and Infrastructure Sector Ratings Tel: 022-49294041 <a href="mailto:aditya.gupta@acuite.in">aditya.gupta@acuite.in</a></p> <p>Simranjeet Kaur Analyst - Rating Operations Tel: 022-49294052 <a href="mailto:simranjeet.kaur@acuite.in">simranjeet.kaur@acuite.in</a></p>	<p>Varsha Bist Manager - Rating Desk Tel: 022-49294011 <a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a></p>

## About Acuité Ratings & Research:

Acuité Ratings & Research Limited (erstwhile SMERA Ratings 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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