

## Press Release

### Jagdamba Ispat Private Limited

October 06, 2021

## Rating Update



|                                     |  |
|-------------------------------------|--|
| <b>Total Bank Facilities Rated*</b> | Rs. 16.00 crore                        |
| <b>Long Term Rating</b>             | ACUITE BB-<br>(Issuer not Cooperating) |
| <b>Short Term rating</b>            | ACUITE A4+<br>(Issuer not Cooperating) |

\* Refer Annexure for details

## Rating Rationale

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

Acuité has reviewed the long-term rating of '**ACUITE BB-**' (read as **ACUITE double B minus**) and short-term rating of '**ACUITE A4+**' (read as **Acuite A four plus**) on the Rs.16.00 crore bank facilities of Jagdamba Ispat Private Limited (JIPL). This rating continues to be an indicative rating.

### About the firm

JIPL was established in 2004 in Kolkata by Mr. Sandeep Murarka, Mr. Sanjay Kumar Murarka, and Mr. Arun Kumar Agarwal. The company manufactures MS ingots at Durgapur (West Bengal) with installed capacity of 54,000 MTPA.

### 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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

### Analytical Approach

Acuité has considered the standalone financial and business risk profiles of the firm to arrive at the rating.

### 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>

### Note on complexity levels of the rated instrument

<https://www.acuite.in/view-rating-criteria-55.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.

**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 (Standalone)

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

#### Status of non-cooperation with previous CRA

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      | Ratings/Outlook                 |
|--------------|---------------------------------|------------|-------------|---------------------------------|
|              |                                 |            | (Rs. Crore) |                                 |
| 15-July-2020 | Cash Credit                     | Long term  | 12.00       | ACUITE BB-/Stable (Reaffirmed)  |
|              | Term Loan                       | Long term  | 1.75        | ACUITE BB-/Stable (Reaffirmed)  |
|              | Bank Guarantee                  | Short term | 2.25        | ACUITE A4+ (Assigned)           |
| 09-Apr-2019  | Cash Credit                     | Long term  | 12.00       | ACUITE BB-/Stable (Reaffirmed)) |
|              | Term Loan                       | Long term  | 4.00        | ACUITE BB-/Stable (Reaffirmed)  |
| 28-Feb-2018  | Cash Credit                     | Long term  | 2.00        | ACUITE BB-/Stable (Assigned)    |
|              | Term Loan                       | Long term  | 5.50        | ACUITE BB-/Stable (Assigned)    |

#### \*Annexure – Details of instruments rated

| Lender's Name         | Name of the Facilities | Date of Issuance | Coupon Rate    | Maturity Date  | Size of the Issue (Rs. Cr.) | Ratings/Outlook         |
|-----------------------|------------------------|------------------|----------------|----------------|-----------------------------|-------------------------|
| Central Bank of India | Cash Credit            | Not Applicable   | Not Applicable | Not Applicable | 12.00                       | ACUITE BB-(Indicative)  |
| Central Bank of India | Term Loan              | Not Available    | Not Available  | March 2022     | 1.75                        | ACUITE BB-(Indicative)  |
| Central Bank of India | Bank Guarantee         | Not Applicable   | Not Applicable | Not Applicable | 2.25                        | ACUITE A4+ (Indicative) |

## Contacts

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|--|---|
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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 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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