

Press Release

Step Industries Private Limited

November 29, 2021



Rating Downgraded and Issuer not co-operating

Product	Initial Quantum (Rs. Cr.)	Net Quantum (Rs. Cr.)	Long Term Rating	Short Term Rating
Bank Loan Ratings	62.04	62.04		ACUITE A4+ Downgraded Issuer not co-operating*
Bank Loan Ratings	17.96	17.96	ACUITE BB+ Downgraded Issuer not co-operating*	
Total	80.00	80.00	-	-

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE BB+**' (read as **ACUITE double B plus**) from '**ACUITE BBB-**' (read as **ACUITE triple B minus**) and the short term rating to '**ACUITE A4+**' (read as **ACUITE A four plus**) from '**ACUITE A3**' (read as **ACUITE A three**) on the Rs. 80.00 crore bank facilities of Step Industries Private Limited. The rating is flagged as "Issuer Not Cooperating" and is based on best available information.

About the Entity

Step Industries Private Limited, incorporated in 2011, is promoted by Mr. Ankit Tayal, Mr. Deepanshu Tayal and Mr. Sunil Tayal. The company manufactures aluminum cable wires required for electrification purpose. Additionally, SIPL undertakes EPC contracts on a tender basis. The company has executed electrification, installation and commission of substations for Madhya Pradesh Paschim Kshetra Vidyut Vitran Company, Assam Power Distribution Company Limited and Jharkhand Bijali Vitran Nigam Limited. SIPL has aluminum cable manufacturing capacity of 10000 km cable/ year located at Alwar, Rajasthan.

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.

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.

Liquidity Position

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

Rating Sensitivities

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

Status of non-cooperation with previous CRA

None

Any other information

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Applicable Criteria

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

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
03 Sep 2020	Bank Guarantee	Short Term	10.00	ACUITE A3 (Reaffirmed)
	Bank Guarantee	Short Term	21.00	ACUITE A3 (Reaffirmed)
	Bank Guarantee	Short Term	19.50	ACUITE A3 (Reaffirmed)
	Cash Credit	Long Term	6.96	ACUITE BBB- Negative (Reaffirmed)
	Cash Credit	Long Term	5.00	ACUITE BBB- Negative (Reaffirmed)
	Proposed Cash Credit	Long Term	5.00	ACUITE BBB- Negative (Reaffirmed)
	Proposed Bank Guarantee	Short Term	11.54	ACUITE A3 (Reaffirmed)
	Cash Credit	Long Term	1.00	ACUITE BBB- Negative (Reaffirmed)
14 Jun 2019	Cash Credit	Long Term	7.00	ACUITE BBB- Stable (Reaffirmed)
	Proposed Cash Credit	Long Term	5.00	ACUITE BBB- Stable (Assigned)
	Proposed Bank Guarantee	Short Term	48.50	ACUITE A3 (Reaffirmed)
	Bank Guarantee	Short Term	19.50	ACUITE A3 (Reaffirmed)
10 May 2019	Cash Credit	Long Term	7.00	ACUITE BBB- (Upgraded from ACUITE BB+ Stable)
	Bank Guarantee	Short Term	19.50	ACUITE A3 (Upgraded from ACUITE A4+)
	Proposed Bank Guarantee	Short Term	18.50	ACUITE A3 (Upgraded from ACUITE A4+)
06 Mar 2018	Cash Credit	Long Term	7.00	ACUITE BB+ Stable (Assigned)
	Bank Guarantee	Short Term	29.50	ACUITE A4+ (Assigned)

	Proposed Bank Facility	Long Term	8.50	ACUITE BB+ Stable (Assigned)
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Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Initial Quantum (Rs. Cr.)	Net Quantum (Rs. Cr.)	Rating
HDFC Bank Ltd	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	Not Applicable	0.00	21.00	ACUITE A4+ Downgraded Issuer not co-operating*
Indusind Bank Ltd	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	Not Applicable	0.00	10.00	ACUITE A4+ Downgraded Issuer not co-operating*
Union Bank of India	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	Not Applicable	0.00	19.50	ACUITE A4+ Downgraded Issuer not co-operating*
HDFC Bank Ltd	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Not Applicable	0.00	1.00	ACUITE BB+ Downgraded Issuer not co-operating*
Indusind Bank Ltd	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Not Applicable	0.00	5.00	ACUITE BB+ Downgraded Issuer not co-operating*
Union Bank of India	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Not Applicable	0.00	6.96	ACUITE BB+ Downgraded Issuer not co-operating*
Not Applicable	Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	Not Applicable	0.00	11.54	ACUITE A4+ Downgraded Issuer not co-operating*
Not Applicable	Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	Not Applicable	0.00	5.00	ACUITE BB+ Downgraded Issuer not co-operating*

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About Acuité Ratings & Research

Acuité 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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