

## Press Release

### Rassco Steels Limited

October 12, 2021

### Rating Update



<b>Total Bank Facilities Rated</b>	Rs. 17.00 crore
<b>Long Term Rating</b>	ACUITE BB (Issuer not Cooperating)

\* Refer Annexure for details

### Rating Rationale

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

Acuite has reviewed the long-term rating of '**ACUITE BB**' (read as **ACUITE double B**) on the Rs.17.00 crore bank facilities of Rassco Steels Limited (RSL). This rating is now an indicative rating and is based on the best available information.

### About the Company

RSL was established in 1992 by Mr. Ashok Kumar Gupta. The company is engaged in trading and supplying of iron and steel products such as MS billet, MS ingots, HR coils, CR coils, TMT bars, rounds and flats among others. The company procures mainly from TATA Steel Limited and Steel Authority of India Limited (SAIL) apart from local manufacturers in West Bengal.

### 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 due date. This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Acuite 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

Acuite 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). 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 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)	
03-August-2020	Cash Credit	Long term	17.00	ACUITE BB/Stable (Reaffirmed)
31-May-2019	Cash Credit	Long term	17.00	ACUITE BB/Stable (Reaffirmed))
28-March-2018	Cash Credit	Long term	17.00	ACUITE BB/ (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
Punjab National bank (earlier Oriental Bank of Commerce)	Cash Credit	Not Applicable	Not Applicable	Not Applicable	17.00	ACUITE BB (Indicative)

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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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