

Press Release

Symcom Communication

February 08, 2022



Rating Reaffirmed and Issuer not co-operating

| Product | Quantum (Rs. Cr) | Long Term Rating | Short Term Rating |
|---------------------------------------|---------------------|---|----------------------|
| Bank Loan Ratings | 15.00 | ACUITE BB- Reaffirmed Issuer not co-operating* | - |
| Total Outstanding Quantum (Rs. Cr) | 15.00 | - | - |
| Total Withdrawn Quantum (Rs. Cr) | 0.00 | - | - |

Rating Rationale

Acuite has reaffirmed the long-term rating of 'ACUITE BB-' (read as ACUITE double B minus) on the Rs. 15.00 Cr bank facilities of Symcom Communication. The rating continues to be flagged as "Issuer Not Cooperating" and is based on best available information.

About the Company

Maharashtra based - Symcom Communication (SC), a proprietorship concern established in 1995 by Mr. Gopal Goyal is engaged in the business of trading of scrap (steel and iron bars, cables, iron & steel sheets, ferrous and non-ferrous scrap etc.). SC is part of the Symcom Group engaged in a similar line of business. Symcom Exim Private Limited (SEPL), incorporated in 2012 by Mr. Gopal Goyal is engaged in the business of scrap (steel and iron bars, cables, iron & steel sheets, ferrous and non-ferrous scrap etc.).

About the Group

SEPL is part of the Symcom Group engaged in a similar business. Both the entities are engaged in the business of disposing of the scrap obtained in the form of steel and iron bars, cables, iron sheets, ferrous and non-ferrous scraps, tools and machinery from dismantling and demolition of textile mills, power plants, steel plants and ship demolition among others.

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 ratings is based.

About the Rated Entity - Key Financials

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

Rating Sensitivity

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

Material Covenants

Not Applicable

Liquidity Position

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

Outlook

Not Applicable

Other Factors affecting Rating

Not Applicable

Status of non-cooperation with previous CRA

ICRA, vide its press release dated Jul 23, 2019 had denoted the rating of Symcom Communication as 'ICRA B+/ ICRA A4; ISSUER NOT CO-OPERATING' on account of lack of adequate information required for monitoring the ratings.

Any other information

Not Applicable

Applicable Criteria

- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Consolidation Of Companies: <https://www.acuite.in/view-rating-criteria-60.htm>

Note on Complexity Levels of the Rated Instrument

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

Rating History

| Date | Name of Instruments/Facilities | Term | Amount (Rs. Cr) | Rating/Outlook |
|-------------|--------------------------------|-----------|-----------------|--|
| 13 Dec 2021 | Cash Credit | Long Term | 11.00 | ACUITE BB- (Downgraded and Issuer not co-operating*) |
| | Proposed Bank Facility | Long Term | 4.00 | ACUITE BB- (Downgraded and Issuer not co-operating*) |
| 14 Sep 2020 | Cash Credit | Long Term | 11.00 | ACUITE BB (Downgraded and Issuer not co-operating*) |
| | Proposed Bank Facility | Long Term | 4.00 | ACUITE BB (Downgraded and Issuer not co-operating*) |
| 05 Jul 2019 | Cash Credit | Long Term | 11.00 | ACUITE BB+ Stable (Upgraded from ACUITE BB Stable) |
| | Proposed Bank Facility | Long Term | 4.00 | ACUITE BB+ Stable (Upgraded from ACUITE BB Stable) |
| 13 Apr 2018 | Cash Credit | Long Term | 11.00 | ACUITE BB Stable (Assigned) |
| | Proposed Bank Facility | Long Term | 4.00 | ACUITE BB Stable (Assigned) |

Annexure - Details of instruments rated

| Lender's Name | ISIN | Facilities | Date Of Issuance | Coupon Rate | Maturity Date | Quantum (Rs. Cr.) | Rating |
|----------------|----------------|----------------------|------------------|----------------|----------------|-------------------|--|
| Indian Bank | Not Applicable | Cash Credit | Not Applicable | Not Applicable | Not Applicable | 11.00 | ACUITE BB- Reaffirmed Issuer not co-operating* |
| Not Applicable | Not Applicable | Proposed Cash Credit | Not Applicable | Not Applicable | Not Applicable | 4.00 | ACUITE BB- Reaffirmed Issuer not co-operating* |

Contacts

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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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