

Press Release

Narmada Iron and Associates Private Limited

September 17, 2021



Rating Withdrawn

Total Bank Facilities Rated*	Rs. 109.50 Cr. #
Long Term Rating	ACUITE BB+ (Downgraded from ACUITE BBB/Stable) (Withdrawn; Issuer not co-operating*)
Short Term Rating	ACUITE A4+ (Downgraded from ACUITE A3+) (Withdrawn; Issuer not co- operating*)

Refer Annexure for details

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

Acuité has downgraded and withdrawn the long-term rating to '**ACUITE BB+** (read as ACUITE double BB plus) from '**ACUITE BBB**' (read as ACUITE triple B) and short-term rating to '**ACUITE A4+** (read as ACUITE A four plus)' from '**ACUITE A3+**' (read as ACUITE A three plus) on the Rs. 109.50 crore bank facilities of Narmada Iron and Associates Private Limited (NIAPL). The rating withdrawal is in accordance with Acuité's policy on withdrawal of rating. The rating is now an indicative rating and is downgraded on account of information risk.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

Established in 1998 as Narmada Enterprises, the company was renamed NIAPL and reconstituted into a private limited company in 2003 registered in Ahmedabad, promoted by Mr. Sankar Sultania and Mr. Amar Sultania. NIPL is engaged in trading of flat products consisting of HR Coils, PM plates, HR plates/sheets and CR coils. The main source for procurement of materials is SAIL, Essar, JSPL (Vizag Steel Plant). MIPL has a diversified customer base which includes around 400 domestic semi wholesalers, traders and some end-users.

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.

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

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

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-61.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 endeavoured 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 Position

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

Rating Sensitivities

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

About the Rated Entity - Key Financials

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

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

Not Applicable

Any other information

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
31-Oct-2020	Channel Financing	Long Term	49.50	ACUITE BBB/Stable (Reaffirmed)
	Cash Credit	Long Term	15.00	ACUITE BBB/ Stable (Reaffirmed)
	Letter of Credit	Short Term	45.00	ACUITE A3+ (Reaffirmed)
02-Aug-2019	Channel Financing	Long Term	49.50	ACUITE BBB/Stable (Reaffirmed)
	Cash Credit	Long Term	15.00	ACUITE BBB/ Stable (Assigned)
	Letter of Credit	Short Term	45.00	ACUITE A3+ (Assigned)
23-May-2018	Channel Financing	Long Term	49.50	ACUITE BBB/Stable (Assigned)

#Annexure – Details of instruments rated

Lenders Name	Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
State Bank of India	Channel Financing	Not Applicable	Not Applicable	Not Applicable	49.50	ACUITE BB+ (Downgraded from BBB/Stable) (Withdrawn; Issuer not co-operating*)
HDFC Bank	Cash Credit	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE BB+ (Downgraded from BBB/Stable) Withdrawn; Issuer not co-operating*)
HDFC Bank	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	45.00	ACUITE A4+ (Downgraded from A3+) Withdrawn; Issuer not co-operating*)

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

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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 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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