

## Press Release

Shristi Ispat & Alloys Limited

November 17, 2021



### Rating Downgraded and Issuer not co-operating

Product	Net Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	2.00		ACUITE A4+   Downgraded   Issuer not co-operating*
Bank Loan Ratings	30.00	ACUITE BB+   Downgraded   Issuer not co-operating*	
<b>Total</b>	<b>32.00</b>	<b>-</b>	<b>-</b>

\*Refer Annexure for details

### 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.32.00 crore bank facilities of Shristi Ispat & Alloys Limited (SIAL). The rating is now flagged as 'Issuer Not- Cooperating' and is downgraded on account of information risk.

### About the Entity

Incorporated in 2004, Shristi Ispat and Alloys Limited (SIAL) is a Kolkata based company engaged in manufacturing of TMT bars, MS round, nail, winding wires, ribbed bars and HB wire. The raw material required is billets procured locally and sold to customers located in Eastern India. Currently, the company is operated by its directors, Mr. Naresh Kumar Mawandia, Mr. Sanjay Kumar Dalmia, Mr. Santosh Kumar Kedia, Mr. Shankar Lal Agrawal and Mr. Purusottam Das Dalmia. The manufacturing unit is located in Bankura district of West Bengal. The installed capacity is 90000 tonnes per annum with utilization of around 90 per cent.

### 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.

### 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 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."

### Material Covenants

None

### About the Rated Entity - Key Financial

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

### Status of non-cooperation with previous CRA

Not Applicable

### Outlook

Not Applicable

### Any other information

None

### 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>

### Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
04 Sep 2020	Proposed Bank Guarantee	Short Term	2.00	ACUITE A3 (Assigned)
	Proposed Cash Credit	Long Term	5.10	ACUITE BBB-   Stable (Assigned)
	Proposed Term Loan	Long Term	15.00	ACUITE BBB-   Stable (Assigned)
	Cash Credit	Long Term	9.90	ACUITE BBB-   Stable (Upgraded from ACUITE BB+)
24 Dec 2019	Cash Credit	Long Term	8.50	ACUITE BB+ (Issuer not co-operating*)
14 Aug 2019	Cash Credit	Long Term	8.50	ACUITE BBB- (Issuer not co-operating*)
27 Jun 2018	Cash Credit	Long Term	8.50	ACUITE BBB-   Stable (Assigned)

## Annexure - Details of instruments rated

Lender's Name	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Size Of Issue	Rating
HDFC Bank Ltd	Cash Credit	Not Applicable	Not Applicable	Not Applicable	9.90	ACUITE BB+   Downgraded   Issuer not co-operating*
Not Applicable	Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.10	ACUITE BB+   Downgraded   Issuer not co-operating*
Not Applicable	Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE BB+   Downgraded   Issuer not co-operating*
Not Applicable	Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4+   Downgraded   Issuer not co-operating*

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

## Contacts

Analytical	Rating Desk
Pooja Ghosh Head-Rating Operations Tel: 022-49294041 <a href="mailto:pooja.ghosh@acuite.in">pooja.ghosh@acuite.in</a>  Sonal Modi Analyst-Rating Operations Tel: 022-49294065 <a href="mailto:sonal.modi@acuite.in">sonal.modi@acuite.in</a>	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 <a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a>

### 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.

**Disclaimer:** An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website ([www.acuite.in](http://www.acuite.in)) for the latest information on any instrument rated by Acuité.