

Press Release

NR Ispat & Power Private Limited

September 26, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 51.00 Cr. #
Long Term Rating	ACUITE BBB+ Issuer non-cooperating*
Short Term Rating	ACUITE A2 Issuer non-cooperating*

Refer Annexure for details

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

Acuité has reviewed the long-term rating of '**ACUITE BBB+**' (**read as ACUITE triple B plus**) and short term rating of '**ACUITE A2**' (**read as ACUITE A two**) on the Rs. 51.00 crore bank facilities of NR Ispat & Power Private Limited (NRIPPL). This rating is now an indicative rating and is based on best available information.

Incorporated in 2008, NR Ispat & Power Private Limited is a flagship company of the NR Group having an integrated steel plant in Raigarh (Chhattisgarh) with a plant area of nearly 14 acres. Currently, the unit has 60,000 MT of sponge Iron, 68,000 MT of Billets and 40,000 MT of rolled products/ TMT bars. In addition to this, the unit has 8 MW of captive power plant for in-house power consumption.

About the Group

Established in 2008, NR Group is promoted by the Chhattisgarh-based Agarwal family led by Mr. Rajesh Agarwal and Mr. Sanjay Agarwal. The group is a fully integrated steel player that manufactures sponge iron, MS Billets and TMT bars with an installed capacity of 1,05,000 MTPA, 1,88,000 MTPA and 40,000 MTPA respectively. The company also owns an 8-MW power plant.

Analytical Approach

Acuité has taken a consolidated view of NR Ispat & Power Private Limited, NR TMT India Private Limited and Seleno Steels Limited, as all the 3 entities are in the same line of business, common management and operational and financial linkages (NR TMT India India procures sponge iron from Seleno Steels Limited) and corporate guarantee given by NR Ispat & Power Private Limited to the bank facilities of Seleno Steels Limited. Extent of Consolidation: Full

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.

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-17.htm>
- Manufacturing Entities- <https://www.acuite.in/view-rating-criteria-4.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-40.htm>
- Consolidation - <https://www.acuite.in/view-rating-criteria-22.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.

About the Rated Entity - Key Financials

The rated entity has shared the latest financial statements, however the financials of the other consolidated entity is not shared despite repeated attempts.

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

None

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 (Rs. Cr)	Ratings/Outlook
10-July-18	Cash Credit	Long Term	26.90	ACUITE BBB+/Stable (Assigned)
	Term Loan	Long Term	21.60	ACUITE BBB+/Stable (Assigned)
	Letter of Credit	Short Term	2.50	ACUITE A2 (Assigned)

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	26.90	ACUITE BBB+ Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	21.60	ACUITE BBB+ Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	2.50	ACUITE A2 Issuer not co-operating*

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (*Erstwhile SMERA Ratings 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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