

Press Release

Jagdamba Liquified Steels Limited

March 08, 2021



Rating Update

Total Bank Facilities Rated*	Rs.21.00 Cr.#
Long Term Rating	ACUITE D Issuer not co-operating*
Short Term Rating	ACUITE D Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuité has reviewed its long-term rating of '**ACUITE D** (**read as ACUITE D**) and short-term rating of '**ACUITE D** (**read as ACUITE D**) on the Rs 21.00 crore bank facilities of Jagdamba Liquified Steels Limited. This rating is now an indicative rating and is based on the based available information.

New Delhi based, Jagdamba Liquified Steels Limited (JSL), was incorporated in 1993 and is promoted by Mr. Hari Mohan Lohia and Ms. Usha Lohia. Company is engaged in the manufacturing of specialty steel castings, classified as safety components. These components are primarily used for industries such as Indian Railways, Defense services, auto industry and engineering companies. The company is a class 'A' foundry approved by RDSO. Currently, the company has two production facilities located at Roorkee with a total installed capacity of 15000 MTPA.

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 the due date.

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

Acuité 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.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.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

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

The rated entity has not shared the latest financial statements 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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
23-Dec-2019	Cash Credit	Long Term	16.25	ACUITE D (Downgraded from ACUITE BB+)
	Term Loans	Long Term	0.88	ACUITE D (Downgraded from ACUITE BB+)
	Term Loans	Long Term	0.43	ACUITE D (Downgraded from ACUITE BB+)
	Bank Guarantee	Long Term	3.25	ACUITE D (Downgraded from ACUITE BB+)
	Proposed Bank Facility	Short Term	0.19	ACUITE D (Downgraded from ACUITE BB+)
	Term Loans	Long Term	0.25	ACUITE D (Withdrawn)
30-Sep-2019	Cash Credit	Long Term	13.00	ACUITE BB+ (Indicative-Downgraded)
	Term Loans	Long Term	0.25	ACUITE BB+ (Indicative-Downgraded)
	Term Loans	Long Term	1.89	ACUITE BB+ (Indicative-Downgraded)
	Term Loans	Long Term	1.15	ACUITE BB+ (Indicative-Downgraded)
	Bank Guarantee	Short Term	3.25	ACUITE A4+ (Indicative-Downgraded)
	Proposed Bank Facility	Long Term	0.46	ACUITE BB+ (Indicative-Downgraded)
23-Jul-2018	Cash Credit	Long Term	13.00	ACUITE BBB-/ Stable (Assigned)
	Term Loans	Long Term	0.25	ACUITE BBB-/ Stable (Assigned)
	Term Loans	Long Term	1.89	ACUITE BBB-/ Stable (Assigned)
	Term Loans	Long Term	1.15	ACUITE BBB-/ Stable (Assigned)
	Bank Guarantee	Short Term	3.25	ACUITE A3 (Assigned)

	Proposed Bank Facility	Long Term	0.46	ACUITE BBB-/ Stable (Assigned)
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***Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	16.25	ACUITE D Issuer not co-operating*
Term Loans	Not Available	Not Applicable	Not Available	0.88	ACUITE D Issuer not co-operating*
Term Loans	Not Available	Not Applicable	Not Available	0.43	ACUITE D Issuer not co-operating*
Proposed bank Facility	Not Applicable	Not Applicable	Not Applicable	0.19	ACUITE D Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	3.25	ACUITE D Issuer not co-operating*

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

Contacts

Analytical	Rating Desk
Aditya Gupta Head- Corporate and Infrastructure Sector Tel: 022-49294041 aditya.gupta@acuite.in	Varsha Bist Senior Manager - Rating Desk Tel: 022-49294011 rating.desk@acuite.in
Deepesh Pamnani Analyst - Rating Operations Tel: 011-49731302 deepesh.pamnani@acuite.in	

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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