

Press Release

Jagdamba Liquified Steels Limited

June 09, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	17.75	ACUITE D Reaffirmed Issuer not co-operating*	-
Bank Loan Ratings	3.25	-	ACUITE D Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	21.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE D**' (read as **ACUITE D**) and the short-term rating of '**ACUITE D**' (read as **ACUITE D**) on the Rs 21.00 crore bank facilities of Jagdamba Liquified Steels Limited. The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

About the Company

New Delhi based, Jagdamba Liquified Steels Limited (JLSL), 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:

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 rating 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

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.

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.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
08 Mar 2021	Term Loan	Long Term	0.43	ACUITE D (Issuer not co-operating*)
	Bank Guarantee	Short Term	3.25	ACUITE D (Issuer not co-operating*)
	Term Loan	Long Term	0.88	ACUITE D (Issuer not co-operating*)
	Cash Credit	Long Term	16.25	ACUITE D (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	0.19	ACUITE D (Issuer not co-operating*)
23 Dec 2019	Term Loan	Long Term	0.88	ACUITE D (Downgraded from ACUITE BB+)
	Bank Guarantee	Short Term	3.25	ACUITE D (Downgraded from ACUITE A4+)
	Cash Credit	Long Term	16.25	ACUITE D (Downgraded from ACUITE BB+)
	Term Loan	Long Term	0.25	ACUITE D (Withdrawn)
	Term Loan	Long Term	0.43	ACUITE D (Downgraded from ACUITE BB+)
	Proposed Bank Facility	Long Term	0.19	ACUITE D (Downgraded from ACUITE BB+)

30 Sep 2019	Term Loan	Long Term	0.25	ACUITE BB+ (Issuer not co- operating*)
	Term Loan	Long Term	1.15	ACUITE BB+ (Issuer not co- operating*)
	Term Loan	Long Term	1.89	ACUITE BB+ (Issuer not co- operating*)
	Cash Credit	Long Term	13.00	ACUITE BB+ (Issuer not co- operating*)
	Bank Guarantee	Short Term	3.25	ACUITE A4+ (Issuer not co- operating*)
	Proposed Bank Facility	Long Term	0.46	ACUITE BB+ (Issuer not co- operating*)
23 Jul 2018	Cash Credit	Long Term	13.00	ACUITE BBB- Stable (Assigned)
	Term Loan	Long Term	0.25	ACUITE BBB- Stable (Assigned)
	Term Loan	Long Term	1.89	ACUITE BBB- Stable (Assigned)
	Term Loan	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)

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	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	3.25	ACUITE D Reaffirmed Issuer not co-operating*
Indian Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	16.25	ACUITE D Reaffirmed Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.19	ACUITE D Reaffirmed Issuer not co-operating*
Indian Bank	Not Applicable	Term Loan	Not available	Not available	Not available	0.88	ACUITE D Reaffirmed Issuer not co-operating*
Indian Bank	Not Applicable	Term Loan	Not available	Not available	Not available	0.43	ACUITE D Reaffirmed Issuer not co-operating*

Contacts

Analytical	Rating Desk
Aditya Gupta Vice President-Rating Operations Tel: 022-49294041 aditya.gupta@acuite.in	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 rating.desk@acuite.in
Radhika Kolwankar Junior Analyst-Rating Operations Tel: 022-49294065 radhika.kolwankar@acuite.in	

About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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. Ratings assigned by Acuité 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. Ratings assigned by Acuité 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) for the latest information on any instrument rated by Acuité.