Press Release

Ispat Damodar Private Limited

July 21, 2020

Rating Update

Total Bank Facilities Rated*	Rs. 111.00 Cr. #
Long Term Rating	ACUITE BB+ (Downgraded from ACUITE BBB-/ Stable) Issuer not co-operating*
Short Term Rating	ACUITE A4+ (Downgraded from ACUITE A3) Issuer not co-operating*

 # Refer Annexure for details`
** The issuer did not co-operate; Based on best available information.*

ACUITE has downgraded long term rating to '**ACUITE BB+' (read as ACUITE double B plus)** from '**ACUITE BBB-' (read as ACUITE triple B minus)** and short term rating to '**ACUITE A4+' (read as ACUITE A four plus)** from '**ACUITE A3' (read as ACUITE A three)** on the Rs 111.00 crore bank facilities of Ispat Damodar Private Limited (IDPL). This rating is now an indicative rating and is based on the best available information. The rating downgrade is on account of information risk.

Ispat Damodar Private Limited (IDPL) was incorporated in 2006 by Mr. Satpal Bansal, Mr. Vikas Bansal and Mr. Arup Majee and is engaged in the manufacture of sponge iron, MS billet and ferroalloys with an installed capacity of 60000 MTPA each. The company also has an 18 MW captive power plant. The manufacturing facility of the company located at Purulia, West Bengal.

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.

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.

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
• Financial Ratios And Adjustments - https://www.acuite.in/view-rating-criteria-53.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

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

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

Not applicable

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. Crore)	Ratings/Outlook
03-May-2019	Cash Credit	Long Term	41.60	ACUITE BBB-/Stable (Assigned)
	Cash Credit	Long Term	23.20	ACUITE BBB-/Stable (Assigned)
	Corporate Loan	Long Term	5.20	ACUITE BBB-/Stable (Assigned)
	Letter of Credit	Short Term	13.70	ACUITE A3 (Assigned)
	Letter of Credit	Short Term	7.30	ACUITE A3 (Assigned)
	Proposed Bank Guarantee	Short Term	20.00	ACUITE A3 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	41.60	ACUITE BB+ (Downgraded from ACUITE BBB-/ Stable) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	23.20	ACUITE BB+ (Downgraded from ACUITE BBB-/ Stable) Issuer not co-operating*
Corporate Loan	Not Applicable	Not Applicable	Not Applicable	5.20	ACUITE BB+ (Downgraded from ACUITE BBB-/ Stable) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	13.70	ACUITE A4+ (Downgraded from ACUITE A3) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	7.30	ACUITE A4+ (Downgraded from ACUITE A3) Issuer not co-operating*
Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	20.00	ACUITE A4+ (Downgraded from ACUITE A3) Issuer not co-operating*

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

Contacts

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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.