

Press Release

Nandan Saha Steel Private Limited

November 01, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	56.34	ACUITE BB Reaffirmed Issuer not co-operating*	-
Bank Loan Ratings	9.00	-	ACUITE A4+ Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	65.34	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed a long term rating of '**ACUITE BB**' (read as **ACUITE double B**) and reaffirmed the short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) to the Rs 65.34 crore bank facilities of **Nandan Saha Steel Private Limited**. The rating is now flagged as "Issuer Not Cooperating" based on account of information risk.

The team had been following up continuously with the client for the revised balance sheet, but haven't received it yet. The team has received satisfactory feedback from the bankers.

About the Company

The company was incorporated in the year 2003 and is an authorised distributor of Tata Steel Limited (for Tata Tiscon and Tata Pravesh brands), Tata International Limited (for Tata Strider brand), Tata Pigments Limited, Samsung Mobiles and consumer electronics. It comprises of around 150 dealers for Tata Tiscon within the network across districts including North 24 Parganas, Murshidabad and Nadia. The company has its warehouse of 40,000 sqft for storage of steel in Chandpara (West Bengal). The company is promoted by Mr. Nandan Saha and his wife, Sutapa Saha. The company also deals in consumer electronics and Tech Adda, specialising in mobiles, accessories and smart gadgets and providing customer service and assistance. The brands included in this segment of business are Oppo, Vivo, Caravan, Redmi and Oromo. The company has 48 stores in total of which 42 stores are in West Bengal and 6 stores are in Odisha.

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. Acuite believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with 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 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 endeavoured 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.

Rating Sensitivities

No information provided by the issuer / available for Acuite to comment upon.

Material Covenants

None.

Liquidity Position

No information provided by the issuer / available for Acuite to comment upon.

Outlook

Not Applicable.

Other Factors affecting Rating

None.

Key Financials:

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

Status of non-cooperation with previous CRA

ICRA vide its press release, has rated Nandan Saha Steel Private Limited to ICRA B+/A4; Issuer Not Cooperating on 27th April 2022.

Any other information

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups

Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Trading Entity: <https://www.acuite.in/view-rating-criteria-61.htm>

Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
27 Aug 2021	Cash Credit	Long Term	20.34	ACUITE BB Stable (Assigned)
	Channel Financing	Short Term	10.00	ACUITE A4+ (Assigned)
	Channel Financing	Short Term	9.00	ACUITE A4+ (Assigned)
	Working Capital Demand Loan	Long Term	2.00	ACUITE BB Stable (Assigned)
	Cash Credit	Long Term	15.00	ACUITE BB Stable (Assigned)
	Channel Financing	Short Term	5.00	ACUITE A4+ (Reaffirmed)
	Channel Financing	Short Term	4.00	ACUITE A4+ (Reaffirmed)
02 Jul 2020	Channel Financing	Short Term	12.00	ACUITE A4+ (Reaffirmed)
	Cash Credit	Long Term	13.00	ACUITE BB Stable (Reaffirmed)
	Proposed Bank Facility	Long Term	16.71	ACUITE BB Stable (Reaffirmed)
	Channel Financing	Short Term	5.00	ACUITE A4+ (Reaffirmed)
	Channel Financing	Short Term	10.00	ACUITE A4+ (Reaffirmed)
	Working Capital Demand Loan	Long Term	2.00	ACUITE BB Stable (Reaffirmed)
	Term Loan	Long Term	1.29	ACUITE BB Stable (Reaffirmed)
	Channel Financing	Short Term	10.00	ACUITE A4+ (Reaffirmed)
16 Jul 2019	Proposed Bank Facility	Long Term	8.71	ACUITE BB Stable (Assigned)
	Channel Financing	Short Term	5.00	ACUITE A4+ (Assigned)
	Channel Financing	Short Term	10.00	ACUITE A4+ (Assigned)
	Cash Credit	Long Term	13.00	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	1.29	ACUITE BB Stable (Assigned)
	Channel Financing	Short Term	10.00	ACUITE A4+ (Assigned)
	Working Capital Demand Loan	Long Term	2.00	ACUITE BB Stable (Assigned)
	Channel Financing	Short Term	20.00	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
DBS Bank Ltd	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE BB Reaffirmed Issuer not co- operating*
Kotak Mahindra Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	20.34	ACUITE BB Reaffirmed Issuer not co- operating*
Axis Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	9.00	ACUITE BB Reaffirmed Issuer not co- operating*
State Bank of India	Not Applicable	Channel/Dealer/Vendor Financing	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE A4+ Reaffirmed Issuer not co- operating*
ICICI Bank Ltd	Not Applicable	Channel/Dealer/Vendor Financing	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A4+ Reaffirmed Issuer not co- operating*
Axis Bank	Not Applicable	Covid Emergency Line.	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE BB Reaffirmed Issuer not co- operating*
Standard Chartered Bank	Not Applicable	Term Loan	Not available	Not available	Not available	15.00	ACUITE BB Reaffirmed Issuer not co- operating*

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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.

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