

Press Release

Struc Rite Metal Building Systems

November 20, 2020

Rating Update



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|-------------------------------------|--|
| Total Bank Facilities Rated* | Rs. 12.00 Cr. # |
| Long Term Rating | ACUITE B+ (Downgraded from ACUITE BB-/ Stable) Issuer not co-operating* |
| Short Term Rating | ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating* |

Refer Annexure for details`

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

ACUITE has downgraded the long term rating to '**ACUITE B+**' (read as **ACUITE B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) and the short term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs 12.00 crore bank facilities of Struc Rite Metal Building Systems (SRMS). This rating is now an indicative rating and is based on the best available information. The rating downgrade is on account of information risk.

Established in December 2012, Struc Rite Metal Building Systems (SRMS) is a Chhattisgarh-based partnership firm engaged in the installation of pre-engineered buildings for residential, commercial and industrial buildings. Currently, the operations are being managed by Mr. Rajesh Kumar Jain and Mr. Mohammad Ali Kamdar, having an equal profit sharing ratio.

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 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 Acuite'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). Acuite endeavored together 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 attempts.

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

Not applicable

Any other information

Acuite 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 |
|-------------|---------------------------------|------------|--------------------|-------------------------------|
| 20-Sep-2019 | Cash Credit | Long Term | 3.00 | ACUITE BB- /Stable (Assigned) |
| | Working Capital Term Loan | Long Term | 2.76 | ACUITE BB- /Stable (Assigned) |
| | Term Loan | Long Term | 2.76 | ACUITE BB- /Stable (Assigned) |
| | Proposed fund based facility | Long Term | 1.98 | ACUITE BB- /Stable (Assigned) |
| | Letter of Credit | Short Term | 1.50 | ACUITE A4+ (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 | 3.00 | ACUITE B+ (Downgraded from ACUITE BB-/ Stable) Issuer not co-operating* |
| Working Capital Term Loan | Not Available | Not Applicable | Not Available | 2.76 | ACUITE B+ (Downgraded from ACUITE BB-/ Stable) Issuer not co-operating* |
| Term Loan | Not Available | Not Available | Not Available | 2.76 | ACUITE B+ (Downgraded from ACUITE BB-/ Stable) Issuer not co-operating* |
| Proposed fund based facility | Not Applicable | Not Applicable | Not Applicable | 1.98 | ACUITE B+ (Downgraded from ACUITE BB-/ Stable) Issuer not co-operating* |
| Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 1.50 | ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating* |

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

Contacts

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|---|--|
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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.

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