

Press Release
Haldia Steels Private Limited
March 19, 2024



Rating Reaffirmed, Withdrawn & Issuer Not Cooperating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Ratings Loan	43.55	ACUITE D Reaffirmed & Withdrawn Issuer not co-operating*	-
Bank Ratings Loan	1.45	Not Applicable Withdrawn	-
Bank Ratings Loan	30.00	-	ACUITE D Reaffirmed & Withdrawn Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	75.00	-	-

Rating Rationale

Acuite has reaffirmed and withdrawn the long-term rating of '**ACUITE D**' (read as **ACUITE D**) the and the short-term rating of '**ACUITE D**' (read as **ACUITE D**) on the Rs 73.55 crore bank facilities of Haldia Steels Private Limited (HSPL), and withdrawn the proposed long-term facilities without assigning any rating on the Rs. 1.45 Cr. of Haldia Steels Private Limited (HSPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating. The rating is being withdrawn on account of request received from the Company, and NOC from the banker, as applicable to the respective instrument/facility.

About the Company

Haldia Steels Private Limited (HSPL), incorporated in 1996. The company is engaged in manufacturing of ferro alloys, sponge iron and billets. The present directors of the company are Mr. Viraj Bansal, Mr. Vikas Bansal, Mr. Satpal Bansal and Mr. Markanda Samanta. The registered office of the company is in Kolkata.

About the Group

Incorporated in 1994, Brand Alloys Private Limited (BAPL) is a Kolkata based company having its manufacturing unit in Serampore, West Bengal. The company is engaged in manufacturing of TMT rebars, railway components and bogies. Further, BAPL is into an agreement with Tata Steels Limited for conversion of billets into TMT Rebar from last 10 years. Currently, the company is being managed by Mr. Vikas Bansal, Mr. Satpal Bansal and Mr. Markanda Samanta. The raw materials, diesel, coal and railway components are procured locally from companies based out of Kolkata. The company also caters to the local customers in Kolkata. Presently, the installed capacity for TMT rebars is 60,000 MTPA and for railways components,

installed capacity stood at 10,000 MTPA.

Unsupported Rating

Not Applicable

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 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 Acuité'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). 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 ratings is based.

Rating Sensitivity

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

Liquidity Position

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

Outlook: Not Applicable

Other Factors affecting Rating

None

Key Financials

Particulars	Unit	FY 22 (Actual)	FY 21 (Actual)
Operating Income	Rs. Cr.	438.37	530.23
PAT	Rs. Cr.	6.90	5.78
PAT Margin	(%)	1.57	1.09
Total Debt/Tangible Net Worth	Times	0.38	0.45
PBDIT/Interest	Times	3.57	2.47

Status of non-cooperation with previous CRA

Not Applicable

Any other information

None

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuité 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
05 Dec 2023	Cash Credit	Long Term	35.00	ACUITE D Not Applicable (Reaffirmed & Issuer not co-operating*)
	Letter of Credit	Short Term	30.00	ACUITE D (Reaffirmed & Issuer not co-operating*)
	Proposed Long Term Bank Facility	Long Term	1.45	ACUITE D (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	8.55	ACUITE D Not Applicable (Reaffirmed & Issuer not co-operating*)
26 Sep 2022	Cash Credit	Long Term	35.00	ACUITE D Not Applicable (Reaffirmed & Issuer not co-operating*)
	Letter of Credit	Short Term	30.00	ACUITE D (Reaffirmed & Issuer not co-operating*)
	Proposed Long Term Bank Facility	Long Term	1.45	ACUITE D Not Applicable (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	8.55	ACUITE D Not Applicable (Reaffirmed & Issuer not co-operating*)
28 Jun 2021	Cash Credit	Long Term	35.00	ACUITE D (Downgraded & Issuer not co-operating*)
	Letter of Credit	Short Term	30.00	ACUITE D (Downgraded & Issuer not co-operating*)
	Proposed Long Term Bank Facility	Long Term	1.45	ACUITE D (Downgraded & Issuer not co-operating*)
	Term Loan	Long Term	8.55	ACUITE D (Downgraded & Issuer not co-operating*)
09 Mar 2021	Cash Credit	Long Term	35.00	ACUITE BB- (Downgraded & Issuer not co-operating*)
	Letter of Credit	Short Term	30.00	ACUITE A4+ (Reaffirmed & Issuer not co-operating*)
	Proposed Long Term Bank Facility	Long Term	1.45	ACUITE BB- (Downgraded & Issuer not co-operating*)
	Term Loan	Long Term	8.55	ACUITE BB- (Downgraded & Issuer not co-operating*)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	35.00	ACUITE D Reaffirmed & Withdrawn Issuer not co-operating*
Punjab National Bank	Not avl. / Not appl.	Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	30.00	ACUITE D Reaffirmed & Withdrawn Issuer not co-operating*
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	1.45	Not Applicable Withdrawn
Punjab National Bank	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	8.55	ACUITE D Reaffirmed & Withdrawn 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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