

## Press Release

### KG Iron And Steel Castings Private Limited

April 15, 2021



#### Rating Withdrawn

<b>Total Bank Facilities Rated</b>	Rs. 10.00 Cr.#
<b>Long Term Rating</b>	ACUITE B+ (Withdrawn and Indicative)

# refer Annexure for details

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

#### Rating Rationale

Acuité has withdrawn the long-term rating of '**ACUITE B+** (**read as ACUITE B plus**) on the Rs.10.00 crore bank facilities of KG Iron and Steel Castings Private Limited (KGPL). The rating withdrawal is in accordance with Acuité's policy on withdrawal of rating. The rating is now indicative rating and is based on the best available information.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

Madhya Pradesh based, KGPL was incorporated in 2009. The directors of the company are Mr. Kamlesh Gupta, Mr. Rahul Gupta and Mr. Shibu K.M. The company is engaged in the manufacturing of iron and steel products such as MS ingots, cast iron mold, leaf springs, hanger shackles etc. The plant is located in Mandideep District, Raisen, and Madhya Pradesh and has an installed capacity of 30,000 MT per year, and the average utilization is about 75%.

#### 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 due date.

This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

#### Applicable Criteria

- Manufacturing Entities- <https://www.acuite.in/view-rating-criteria-59.htm>
- 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>

#### 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.

#### Liquidity Position

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

#### Rating Sensitivities

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

#### About the Rated Entity - Key Financials

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

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

CRISIL, vide its press release dated December 29, 2018 had denoted the rating of KG Iron and Steel Castings Private Limited as 'CRISIL B-/Stable; ISSUER NOT COOPERATING' on account of lack of adequate information required for monitoring of ratings.

### **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. Cr.)	Ratings/Outlook
23-Jan-20	Cash Credit	Long Term	7.00	ACUITE B+/Stable (Assigned)
	Proposed Bank Facility	Long Term	3.00	ACUITE B+ /Stable (Assigned)

### **\*Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE B+ (Withdrawn and Indicative)
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE B+ (Withdrawn and Indicative)

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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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