

Press Release

Kakda Rolling Mills

October 22, 2021

Rating Update



Total Bank Facilities Rated	Rs. 14.74 crore #
Long Term Rating	ACUITE B- Issuer not co-operating*

Refer Annexure for details

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

Rating Rationale

Acuité has reviewed the long-term rating of '**ACUITE B- (read as ACUITE B minus)**' on the Rs.14.74 crore bank facilities of Kakda Rolling Mills. This rating is now an indicative rating and is based on the best available information.

Bhopal based Kakda Rolling Mills (KRM) was set up in the year 1968 as a proprietorship concern by Mr. Deep Chandra Goel and later was converted into a partnership firm by Mr. Narendra K Goel and his three sons. The firm is primarily engaged in manufacturing of TMT bars and has its manufacturing facility located in Bhopal, Madhya Pradesh

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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation 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.

Applicable Criteria

- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.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 15 Sept 2020 has denoted the rating of KRM as CRISIL D; Issuer Not Cooperating' on account of lack of adequate information required for monitoring of ratings.
- Brickworks Ratings vide its press release dated 01 Dec 2020 has denoted the rating of KRM as BWR B/Stable on Rs 14.74 crore facilities of KWR.

Any other information

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
10-August-2020	Cash Credit	Long term	13.40	ACUITE B-/Stable (Assigned)
	Working Capital Term Loan	Long Term	1.34	ACUITE B-/Stable (Assigned)

#Annexure – Details of instruments rated

Lenders Name	Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Indian Bank (Erstwhile Allahabad Bank)	Cash Credit	Not Applicable	Not Applicable	Not Applicable	13.40	ACUITE B-Issuer not co-operating*
Indian Bank (Erstwhile Allahabad Bank)	Working Capital Term Loan	May, 2020	Not Applicable	May, 2024	1.34	ACUITE B-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 8,850 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 Kanjurmarg, Mumbai.

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