



**Press Release**  
**R K STEEL MANUFACTURING COMPANY LIMITED**  
**August 07, 2025**  
**Rating Downgraded and Issuer not co-operating**

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	265.00	ACUITE C   Downgraded   Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	265.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-
* The issuer did not co-operate; based on best available information.			

**Rating Rationale**

Acuite has downgraded its long-term rating to '**ACUITE C**' (read as **ACUITE Cf**) from '**ACUITE BBB**' (read as **ACUITE Triple B**) on the Rs. 265.00 Cr. bank facilities R K Steel Manufacturing Company Limited.

The downgrade is based on the CIC report which reflects that there were delays in demand loans in March and July 2025, with asset classifications of SMA-0 and in June 2025 with asset classification of SMA-1. Additionally, the company has not provided the No Default Statement (NDS) for the last three consecutive months ending July 2025.

The rating is now flagged as "Issuer NotCooperating" and is based on the best available information.

**About the Company**

Chennai-based R K Steel Manufacturing Company Limited, incorporated in 2006, manufactures hot rolled, black steel, pre-galvanized, and precision tubes, and also wholesales and exports these products. The company's directors are Mr. Pramod Kumar Bhalotia, Mr. Abhishek Bhalotia, Mr. Shashank Garg, and Mr. Ashwin Satyanarayan Agarwal.

**Unsupported Rating**

Not Applicable

**Non-cooperation by the issuer/borrower**

Acuite has been requesting for No Default Statements (NDS); however, despite multiple requests; the Company's management has remained non-cooperative and not submitted the NDS for the preceding 03 consecutive months. 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**

This 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. Any rating with the suffix 'Issuer not cooperating' is assigned without any management

interaction with the issuer entity or any data / information from the entity. Sometimes this non co-operation by a rated entity may be due to a result of deterioration in the credit risk profile of the entity. Therefore, Acuité 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."

**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 24 (Actual)	FY 23 (Actual)
Operating Income	Rs. Cr.	1026.74	857.89
PAT	Rs. Cr.	22.42	20.22
PAT Margin	(%)	2.18	2.36
Total Debt/Tangible Net Worth	Times	2.47	2.64
PBDIT/Interest	Times	2.83	3.52

### Status of non-cooperation with previous CRA

Not Applicable

### Any other information

None

### 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>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.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. Acuité'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](http://www.acuite.in).

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
09 Sep 2024	Cash Credit	Long Term	87.00	ACUITE BBB   Stable (Assigned)
	Working Capital Demand Loan (WCDL)	Long Term	131.00	ACUITE BBB   Stable (Assigned)
	Term Loan	Long Term	5.00	ACUITE BBB   Stable (Assigned)
	Proposed Long Term Bank Facility	Long Term	3.17	ACUITE BBB   Stable (Assigned)
	Term Loan	Long Term	2.26	ACUITE BBB   Stable (Assigned)
	Term Loan	Long Term	0.66	ACUITE BBB   Stable (Assigned)
	Term Loan	Long Term	8.87	ACUITE BBB   Stable (Assigned)
	Term Loan	Long Term	13.44	ACUITE BBB   Stable (Assigned)
	Term Loan	Long Term	8.90	ACUITE BBB   Stable (Assigned)
	Term Loan	Long Term	4.70	ACUITE BBB   Stable (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Complexity Level	Rating
HDFC Bank Ltd	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	87.00	Simple	ACUITE C   Downgraded   Issuer not co-operating* ( from ACUITE BBB )
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	3.17	Simple	ACUITE C   Downgraded   Issuer not co-operating* ( from ACUITE BBB )
HDFC Bank Ltd	Not avl. / Not appl.	Term Loan	29 Dec 2021	Not avl. / Not appl.	29 Aug 2026	2.26	Simple	ACUITE C   Downgraded   Issuer not co-operating* ( from ACUITE BBB )
HDFC Bank Ltd	Not avl. / Not appl.	Term Loan	29 Dec 2021	Not avl. / Not appl.	30 Oct 2024	0.66	Simple	ACUITE C   Downgraded   Issuer not co-operating* ( from ACUITE BBB )
HDFC Bank Ltd	Not avl. / Not appl.	Term Loan	31 Jan 2023	Not avl. / Not appl.	31 Jan 2028	8.87	Simple	ACUITE C   Downgraded   Issuer not co-operating* ( from ACUITE BBB )
HDFC Bank Ltd	Not avl. / Not appl.	Term Loan	02 Mar 2023	Not avl. / Not appl.	31 Jan 2028	13.44	Simple	ACUITE C   Downgraded   Issuer not co-operating* ( from ACUITE BBB )
HDFC Bank Ltd	Not avl. / Not appl.	Term Loan	18 Mar 2024	Not avl. / Not appl.	18 Mar 2029	8.90	Simple	ACUITE C   Downgraded   Issuer not co-operating* ( from ACUITE BBB )
HDFC Bank Ltd	Not avl. / Not appl.	Term Loan	20 May 2024	Not avl. / Not appl.	18 Nov 2028	4.70	Simple	ACUITE C   Downgraded   Issuer not co-operating* ( from ACUITE BBB )
HDFC Bank Ltd	Not avl. / Not appl.	Term Loan	29 Dec 2021	Not avl. / Not appl.	23 Dec 2026	5.00	Simple	ACUITE C   Downgraded   Issuer not co-operating* ( from ACUITE BBB )
HDFC Bank Ltd	Not avl. / Not appl.	Working Capital Demand Loan (WCDL)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	131.00	Simple	ACUITE C   Downgraded   Issuer not co-operating* ( from ACUITE BBB )

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

### Disclosure of list of non-cooperative issuers

- Listed :- [https://www.acuite.in/Non-Cooperative\\_Issuer\\_Listed.php](https://www.acuite.in/Non-Cooperative_Issuer_Listed.php)
- Unlisted :- [https://www.acuite.in/Non-Cooperative\\_Issuer\\_Unlisted.php](https://www.acuite.in/Non-Cooperative_Issuer_Unlisted.php)

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### About Acuité Ratings & Research

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