

## Delhi Trading Corporation

February 01, 2023

Facilities/Instruments	Amount (Rs. crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	9.00	CARE B; Stable; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE B+; Negative; (Single B Plus; Outlook: Negative)
Long Term / Short Term Bank Facilities	15.00	CARE B; Stable / CARE A4; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE B+; Negative / CARE A4; (Single B Plus ; Outlook: Negative / A Four)
Short Term Bank Facilities	39.50	CARE A4; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category

Details of instruments/facilities in Annexure-1

\*Issuer did not cooperate; Based on best available information

### Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated November 25, 2021, placed the rating(s) of Delhi Trading Corporation (DTC) under the 'issuer non-cooperating' category as DTC had failed to provide information for monitoring of the rating and had not paid the surveillance fees for the rating exercise as agreed to in its Rating Agreement. DTC continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated October 11, 2022, October 21, 2022, October 31, 2022.

In line with the extant SEBI guidelines, CARE Ratings Ltd. has reviewed the rating on the basis of the best available information which however, in CARE Ratings Ltd.'s opinion is not sufficient to arrive at a fair rating.

**Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating(s).**

The ratings assigned to the bank facilities of DTC have been revised on account of non-availability of requisite information.

### Detailed description of the key rating drivers

Please refer to PR dated [November 25, 2021](#)

### Analytical approach: Combined.

For analysis purpose, CARE has considered a combined view of the group entities (DTC, Vikas Steel Traders (VST) and Prima Enterprises (PRE)) as all these entities are in same line of business, have common promoters and are under common management as well as have significant operational linkages.

### Applicable Criteria

[Policy in respect of Non-cooperation by issuer](#)

[Policy on default recognition](#)

[Criteria on assigning outlook and credit watch](#)

### About the Firm

Jaipur (Rajasthan) based DTC was initially formed in 1961 as a proprietorship concern by Late Shri Ayodhya Prasad. Subsequently, in 1986, Mr. Atul Khandalwal took over the management and later in 2002 the constitution of the firm was changed to partnership with Mrs. Manju Khandelwal joining the business. Currently, Mr. Atul Khandelwal along with his wife Mrs. Manju Khandelwal are partners of the firm. DTC, part of DTC group, is an authorized distributor of TMT bars (TISCON) manufactured by Tata Steel Limited for the state of Rajasthan and supplies products through its 250 plus dealer network. Further, DTC has also set up four wind mills in Rajasthan. Among these, three are situated at Jaisalmer.

<sup>1</sup> Complete definition of the ratings assigned are available at [www.careedge.in](http://www.careedge.in) and other CARE Ratings Ltd.'s publications

**Brief Financials [Combined - DTC, Vikas Steel Traders (VST) and Prima Enterprises (PRE)]:**

Brief Financials (Rs. crore)	March 31, 2021 (UA)	March 31, 2022 (UA)	9M2023 (Prov.)
Total operating income	NA	NA	NA
PBILDT	NA	NA	NA
PAT	NA	NA	NA
Overall gearing (times)	NA	NA	NA
Interest coverage (times)	NA	NA	NA

UA: Unaudited, Prov.: Provisional, NA: Not available

**Brief Financials (Standalone - DTC):**

Brief Financials (Rs. crore)	March 31, 2021 (A)	March 31, 2022 (A)	9M2023 (Prov.)
Total operating income	NA	NA	NA
PBILDT	NA	NA	NA
PAT	NA	NA	NA
Overall gearing (times)	NA	NA	NA
Interest coverage (times)	NA	NA	NA

A: Audited, Prov.: Provisional, NA: Not available

**Status of non-cooperation with previous CRA:** Not Applicable

**Any other information:** Not Applicable

**Rating History for last three years:** Please refer Annexure-2

**Covenants of rated instrument/facility:** Detailed explanation of the covenants of the rated instruments/facilities is given in Annexure-3

**Complexity level of various instruments rated for this Firm:** Please refer Annexure 4

**Lender details:** Annexure 5

**Annexure-1: Details of instruments/facilities**

Name of the Instrument	ISIN	Date of Issuance (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (Rs. crore)	Rating Assigned along with Rating Outlook
Fund-based - LT-Cash Credit		-	-	-	9.00	CARE B; Stable; ISSUER NOT COOPERATING*
Fund-based - LT/ ST-Cash Credit		-	-	-	15.00	CARE B; Stable / CARE A4; ISSUER NOT COOPERATING*
Fund-based - ST-Bank Overdraft		-	-	-	15.00	CARE A4; ISSUER NOT COOPERATING*
Fund-based - ST-Working Capital Limits		-	-	-	24.50	CARE A4; ISSUER NOT COOPERATING*

\*Issuer did not cooperate; Based on best available information

## Annexure-2: Rating history for the last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022	Date(s) and Rating(s) assigned in 2020-2021	Date(s) and Rating(s) assigned in 2019-2020
1	Fund-based - LT/ST-Cash Credit	LT/ST	15.00	CARE B; Stable / CARE A4; ISSUER NOT COOPERATING *	-	1)CARE B+; Negative / CARE A4; ISSUER NOT COOPERATING * (25-Nov-21)	1)CARE BB; Negative / CARE A4; ISSUER NOT COOPERATING * (26-Nov-20) 2)CARE BB+; Negative / CARE A4+ (06-Apr-20)	1)CARE BB+; Negative / CARE A4+ (01-Jul-19) 2)CARE BBB-; Negative / CARE A3 (04-Apr-19)
2	Fund-based - LT-Cash Credit	LT	9.00	CARE B; Stable; ISSUER NOT COOPERATING *	-	1)CARE B+; Negative; ISSUER NOT COOPERATING * (25-Nov-21)	1)CARE BB; Negative; ISSUER NOT COOPERATING * (26-Nov-20) 2)CARE BB+; Negative (06-Apr-20)	1)CARE BB+; Negative (01-Jul-19) 2)CARE BBB-; Negative (04-Apr-19)
3	Fund-based - ST-Working Capital Limits	ST	24.50	CARE A4; ISSUER NOT COOPERATING *	-	1)CARE A4; ISSUER NOT COOPERATING * (25-Nov-21)	1)CARE A4; ISSUER NOT COOPERATING * (26-Nov-20) 2)CARE A4+ (06-Apr-20)	1)CARE A4+ (01-Jul-19) 2)CARE A3 (04-Apr-19)
4	Fund-based - ST-Bank Overdraft	ST	15.00	CARE A4; ISSUER NOT COOPERATING *	-	1)CARE A4; ISSUER NOT COOPERATING * (25-Nov-21)	1)CARE A4; ISSUER NOT COOPERATING * (26-Nov-20) 2)CARE A4+ (06-Apr-20)	1)CARE A4+ (01-Jul-19) 2)CARE A3 (04-Apr-19)

\*Issuer did not cooperate; Based on best available information

**Annexure-3: Detailed explanation of the covenants of the rated instruments/facilities:** Not Applicable

**Annexure-4: Complexity level of the various instruments rated**

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Cash Credit	Simple
2	Fund-based - LT/ ST-Cash Credit	Simple
3	Fund-based - ST-Bank Overdraft	Simple
4	Fund-based - ST-Working Capital Limits	Simple

**Annexure-5: Lender details**

To view the lender wise details of bank facilities please [click here](#)

**Note on complexity levels of the rated instruments:** CARE Ratings has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to [care@careedge.in](mailto:care@careedge.in) for any clarifications.

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