

## Ganraj Ispat Private Limited

September 14, 2022

### Ratings

| Facilities/ Instruments      | Amount (₹ crore)  | Rating <sup>1</sup>  | Rating Action   |
|------------------------------|---|--|---|
| Long Term Bank Facilities    | 30.87   | <b>CARE B+; Stable; ISSUER NOT COOPERATING* (Single B Plus; Outlook: Stable ISSUER NOT COOPERATING*)</b> | Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB-; Stable; (Double B Minus; Outlook: Stable) |
| <b>Total Bank Facilities</b> | <b>30.87</b><br><b>(₹ Thirty Crore and Eighty-Seven Lakhs Only)</b> |  |   |

Details of instruments/facilities in Annexure-1

### Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated June 30, 2021, placed the rating(s) of Ganraj Ispat Private Limited (GIPL) under the 'issuer non-cooperating' category as GIPL 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. GIPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated May 16, 2022, May 26, 2022, June 05, 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 have been revised on account on non-availability of requisite information. The revision also considers GIPL's highly leverage capital structure marked by an increase in overall debt in FY21 compared to FY20.

### Detailed description of the key rating drivers

Please refer to PR dated [June 30, 2021](#)

**Analytical approach:** Standalone

### Applicable Criteria

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

[Policy on default recognition](#)

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

### About the Company

Ganraj Ispat Private Limited (GIPL) was established in 2013 and is engaged in manufacturing of TMT Bars under the brand name of PUSHPA TMT. GIPL is registered with the Bureau of Indian Standards (BIS) to produce fe500 and fe500 D grade steel bars. It is an ISO 9001-2008 certified company. Its plant is situated in Supa MIDC in Ahmednagar district, Maharashtra.

| Brief Financials (₹ crore) | FY20 (A) | FY21 (A) | FY22 (Prov.) | Q1FY23 (Prov.) |
|----------------------------|----------|----------|--------------|----------------|
| Total operating income     | 231.91   | 217.81   | NA           | NA             |
| PBILDT                     | 7.14     | 7.98     | NA           | NA             |
| PAT                        | 0.45     | 1.12     | NA           | NA             |
| Overall gearing (times)    | 7.70     | 9.04     | NA           | NA             |
| Interest coverage (times)  | 1.79     | 2.11     | 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

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

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

**Covenants of rated instrument/facility:** Please refer Annexure-3

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

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

| Name of the Instrument      | ISIN | Date of Issuance | Coupon Rate | Maturity Date  | Size of the Issue (₹ crore) | Rating Assigned along with Rating Outlook |
|-----------------------------|------|------------------|-------------|----------------|-----------------------------|---|
| Fund-based - LT-Cash Credit |      | -                | -           | -              | 30.00                       | CARE B+; Stable; ISSUER NOT COOPERATING*  |
| Fund-based - LT-Term Loan   |      | -                | -           | November, 2022 | 0.87                        | CARE B+; Stable; 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 (₹ 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-Cash Credit             | LT              | 30.00                        | CARE B+; Stable; ISSUER NOT COOPERATING* | -   | 1)CARE BB-; Stable; ISSUER NOT COOPERATING* (30-Jun-21) | 1)CARE BB-; Stable; ISSUER NOT COOPERATING* (03-Apr-20) | -   |
| 2       | Fund-based - LT-Term Loan               | LT              | 0.87                         | CARE B+; Stable; ISSUER NOT COOPERATING* | -   | 1)CARE BB-; Stable; ISSUER NOT COOPERATING* (30-Jun-21) | 1)CARE BB-; Stable; ISSUER NOT COOPERATING* (03-Apr-20) | -   |

\*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 various instruments rated for this company**

| Sr. No. | Name of Instrument          | Complexity Level |
|---------|-----------------------------|------------------|
| 1       | Fund-based - LT-Cash Credit | Simple           |
| 2       | Fund-based - LT-Term Loan   | Simple           |

**Annexure-5: Bank lender details for this company**

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

**Note on complexity levels of the rated instrument:** CARE has classified instruments rated by it on the basis of complexity. This classification is available at [www.careedge.in](http://www.careedge.in). 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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**About CARE Ratings Limited:**

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With an established track record of rating companies over almost three decades, we follow a robust and transparent rating process that leverages our domain and analytical expertise backed by the methodologies congruent with the international best practices. CARE Ratings Limited has had a pivotal role to play in developing bank debt and capital market instruments including CPs, corporate bonds and debentures, and structured credit.

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