

Eagle Steels Rolling Mills Private Limited

October 17, 2022

Ratings

| Facilities / Instruments | Amount (Rs. crore) | Rating ¹ | Rating Action |
|----------------------------|---|---|--|
| Long Term Bank Facilities | 25.50 | CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category |
| Short Term Bank Facilities | 8.50 | CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category |
| Total Facilities | 34.00 (Rs. Thirty-Four Crore Only) | | |

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated August 23, 2021, placed the rating(s) of Eagle Steels Rolling Mills Private Limited (ESRMPL) under the 'issuer non-cooperating' category as ESRMPL 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. ESRMPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated July 09, 2022, July 19, 2022, July 29, 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).

Detailed description of the key rating drivers

Please refer to PR dated [August 23, 2021](#)

Analytical approach: Standalone

Applicable Criteria

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

[Policy on default recognition](#)

About the Company

Incorporated in June 2012, Eagle Steels Rolling Mills Private Limited (ESRMPL) (erstwhile Eagle Steels, a partnership firm established in 2001) is engaged in the manufacturing of structural steel rolled products viz. beams, channels and angles, which find application mainly in the power transmission, telecommunication, wind power generation and construction industries respectively. ESRMPL has its manufacturing plant located at Taloja, Maharashtra.

| Brief Financials (Rs. crore) | FY20 (A) | FY21 (A) | FY22 (Prov.) | H1FY23 (Prov.) |
|------------------------------|----------|----------|--------------|----------------|
| Total operating income | 82.94 | 54.44 | NA | NA |
| PBILDT | 1.02 | -6.99 | NA | NA |
| PAT | -2.98 | -13.76 | NA | NA |
| Overall gearing (times) | 20.84 | NM | NA | NA |
| Interest coverage (times) | 0.21 | NM | NA | NA |

A: Audited; Prov.: Provisional; NA: Not Available; NM: Not Meaningful

Status of non-cooperation with previous CRA: Brickwork continues to categorize rating assigned to the bank facilities of ESRMPL under non-cooperation category vide PR dated November 11, 2021 on account of its inability to carry out a rating surveillance in the absence of the requisite information from the company.

¹Complete definitions of the ratings assigned are available at www.careedge.in and in other CARE publications

*Issuer did not cooperate; Based on best available information

Any other information: Not Applicable

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

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 | IS IN | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. crore) | Rating Assigned along with Rating Outlook |
|------------------------------------|-------|------------------|-------------|---------------|-------------------------------|---|
| Fund-based - LT-Cash Credit | | - | - | - | 25.50 | CARE D; ISSUER NOT COOPERATING* |
| Non-fund-based - ST-Bank Guarantee | | - | - | - | 0.50 | CARE D; ISSUER NOT COOPERATING* |
| Non-fund-based - ST-ILC/FLC | | - | - | - | 8.00 | CARE D; ISSUER NOT COOPERATING* |

*Issuer did not cooperate; Based on best available information

Annexure-2: Rating History of last three years

| S r . N O . | 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-Cash Credit | LT | 25.50 | CARE D; ISSUER NOT COOPERATING * | - | 1)CARE D; ISSUER NOT COOPERATING* (23-Aug-21) 2)CARE B-; Stable; ISSUER NOT COOPERATING* (03-Aug-21) | 1)CARE B; Stable; ISSUER NOT COOPERATING* (02-Jun-20) | 1)CARE B+; Stable; ISSUER NOT COOPERATING* (24-May-19) |
| 2 | Non-fund-based - ST-ILC/FLC | ST | 8.00 | CARE D; ISSUER NOT COOPERATING * | - | 1)CARE D; ISSUER NOT COOPERATING* (23-Aug-21) 2)CARE A4; ISSUER NOT COOPERATING* (03-Aug-21) | 1)CARE A4; ISSUER NOT COOPERATING* (02-Jun-20) | 1)CARE A4; ISSUER NOT COOPERATING* (24-May-19) |
| 3 | Non-fund-based - ST-Bank Guarantee | ST | 0.50 | CARE D; ISSUER NOT COOPERATING * | - | 1)CARE D; ISSUER NOT COOPERATING* (23-Aug-21) 2)CARE A4; ISSUER NOT COOPERATING* (03-Aug-21) | 1)CARE A4; ISSUER NOT COOPERATING* (02-Jun-20) | 1)CARE A4; ISSUER NOT COOPERATING* (24-May-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 various instruments rated for this company:

| Sr. No. | Name of the Instrument | Complexity Level |
|---------|------------------------------------|------------------|
| 1 | Fund-based - LT-Cash Credit | Simple |
| 2 | Non-fund-based - ST-Bank Guarantee | Simple |
| 3 | Non-fund-based - ST-ILC/FLC | 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 Ratings Ltd. has classified instruments rated by it on the basis of complexity. This classification is available at www.careedge.in. Investors/market intermediaries/regulators or others are welcome to write to 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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