

Vikas Stainless Steel India Private Limited

August 20, 2024

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	49.31	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB; Stable

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 July 11, 2023, placed the rating(s) of Vikas Stainless Steel India Private Limited (VSSIPL) under the 'issuer non-cooperating' category as VSSIPL had failed to provide information for monitoring of the rating as agreed to in its Rating Agreement. VSSIPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated May 26, 2024, June 05, 2024, June 15, 2024 and August 16, 2024.

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 of non-availability of requisite information. Further it also considers instances of delay in debt servicing as recognized from publicly available information i.e., auditor's comments in the FY23 annual report available from ROC Filings.

Analytical approach: Standalone

Outlook: Not Applicable

Detailed description of the key rating drivers:

Please refer to PR dated [July 11, 2023](#)

Applicable criteria

[Definition of Default](#)

[Policy in respect of non-cooperation by issuers](#)

About the company

Vikas Stainless Steel India Private Limited (previously known as Vikas Steel Inc, established as a partnership firm in 2005) was incorporated on March 21, 2018 as a private company. The company is promoted by Mr. Vijendra Kumar Gupta who has more than 16 years of experience in the industry. VSSIPL is a supplier and service provider of high-quality stainless-steel sheet coil, plate, pipe, and strips of varied grades such as 305, 316L, 204 CU, J4, JT, 409M, 430. It is an authorized trading house and channel partner for Jindal Stainless Steel and Jindal Stainless (Hisar) Limited

Brief Financials (Rs. crore)	March 31, 2022 (A)	March 31, 2023 (A)
Total operating income	207.89	128.43
PBILDT	9.57	3.94
PAT	4.25	0.59
Overall gearing (times)	1.53	0.61
Interest coverage (times)	2.29	1.48

A: Audited; Note: 'the above results are latest financial results available'

¹Complete definition of the ratings assigned are available at www.careedge.in and other CARE Ratings Ltd.'s publications

Status of non-cooperation with previous CRA: Brickwork has continued the rating assigned to the bank facilities of VSSIPL into Issuer Not Cooperating category vide press release dated October 17, 2023 on account of its inability to carry out a review in the absence of requisite information.

CRISIL has moved the rating assigned to the bank facilities of VSSIPL into Issuer Not Cooperating category vide press release dated February 26, 2024 on account of its inability to carry out a review in the absence of requisite information.

Any other information: Not Applicable

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

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

Complexity level of various instruments rated: 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 (₹ crore)	Rating Assigned along with Rating Outlook
Fund-based - LT-Term Loan		-	-	August 2024	10.81	CARE D; ISSUER NOT COOPERATING*
Fund-based - LT-Working Capital Limits		-	-	-	38.50	CARE D; 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 2024-2025	Date(s) and Rating(s) assigned in 2023-2024	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022
1	Fund-based - LT-Term Loan	LT	10.81	CARE D; ISSUER NOT COOPERATING*	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (11-Jul-23)	1)CARE BB; Stable; ISSUER NOT COOPERATING* (24-Jun-22) 2)CARE BB; Positive (05-Apr-22)	1)CARE BB; Stable (23-Jun-21)
2	Fund-based - LT-Working Capital Limits	LT	38.50	CARE D; ISSUER NOT COOPERATING*	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (11-Jul-23)	1)CARE BB; Stable; ISSUER NOT COOPERATING* (24-Jun-22) 2)CARE BB; Positive (05-Apr-22)	1)CARE BB; Stable (23-Jun-21)

*Issuer did not cooperate; based on best available information.

LT: Long term

Annexure-3: Detailed explanation of 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-Term Loan	Simple
2	Fund-based - LT-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 instrument: 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 for any clarifications.

Contact us

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About us:

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