

Brahmaputra Metalics Limited

December 04, 2024

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	62.47 (Reduced from 71.62)	CARE D	Rating removed from ISSUER NOT COOPERATING category and Reaffirmed
Short Term Bank Facilities	32.00 (Reduced from 44.86)	CARE D	Rating removed from ISSUER NOT COOPERATING category and Reaffirmed

Details of instruments/facilities in Annexure-1.

Rationale and key rating drivers

In absence of minimum information required for the purpose of rating, CARE Ratings Limited (CARE) was unable to express an opinion on the rating of Brahmaputra Metalics Limited (BML) and in line with the extant SEBI guidelines, CARE had moved the rating of the bank facilities of the company to CARE 'D; Issuer Not Cooperating'.

However, the company has now submitted the requisite information to CARE. Accordingly, CARE has carried out a full review of the rating and the rating has been removed from Issuer not cooperating category and reaffirmed at 'CARE D'.

The rating assigned to the bank facilities of BML is constrained by delay in debt servicing of its GECL term loan.

Rating sensitivities: Factors likely to lead to rating actions

Positive factors

- Default free track record for more than 90 days.

Analytical approach: Standalone

Outlook: Not applicable

Detailed description of key rating drivers:

Key weaknesses

Delay in debt servicing: There has been instances of delay in debt servicing in GECL loans in recent past.

Liquidity: Poor

Liquidity is marked poor due to delay in timely servicing of GECL loan.

Applicable criteria

[Definition of Default](#)

[Liquidity Analysis of Non-financial sector entities](#)

[Rating Outlook and Rating Watch](#)

[Manufacturing Companies](#)

[Financial Ratios – Non financial Sector](#)

[Short Term Instruments](#)

[Iron & Steel](#)

[Policy On Curing Period](#)

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

About the company and industry

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Commodities	Metals & Mining	Ferrous Metals	Iron & Steel

Brahmaputra Metallica Limited (BML) is promoted by Guwahati based Lohia Group and Jaiswal Group. The Company was initially incorporated as Brahmaputra Breweries and Distilleries Pvt. Ltd. on October 29, 1999. Subsequently the Company decided to enter steel plant and consequently the name of the Company was changed to Brahmaputra Metallica (P) Limited on December 4, 2006. The Company was converted into a public limited company and rechristened as Brahmaputra Metallica Limited on July 4, 2007.

In May 2009, BML envisaged setting up an integrated steel plant at Gola, Ramgarh District, Jharkhand. The installed capacity stands at 1,05,000 tonnes per annum for sponge iron, 2,00,000 tonnes per annum for billets and a 20 MW captive power plant.

The directors of the company include Mr. Bajrang Lohia, Mr. Kaushik Agarwal and Mr. Santosh Kumar Jaiswal.

Brief Financials (₹ crore)	March 31, 2023 (A)	March 31, 2024 (A)	H1FY25 (UA)
Total operating income	463.28	508.60	211.30
PBILDT	26.68	9.81	NA
PAT	7.98	-6.67	NA
Overall gearing (times)	2.11	0.97	NA
Interest coverage (times)	3.23	1.03	NA

A: Audited UA: Unaudited; NA: Not available Note: these are latest available financial results

Status of non-cooperation with previous CRA: As per PR dated November 04, 2024, Acuite (SMERA) Ratings continued the rating of BML under Issuer Not Cooperating category as the company did not provide the relevant information.

Any other information: Not applicable

Rating history for last three years: Annexure-2

Detailed explanation of covenants of rated instrument / facility: Annexure-3

Complexity level of 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 and Rating Outlook
Fund-based - LT-Cash Credit	-	-	-	-	44.49	CARE D
Fund-based - LT-Term Loan	-	-	-	December' 2027	17.98	CARE D
Non-fund-based - ST-Letter of credit	-	-	-	-	32.00	CARE D

Annexure-2: Rating history for 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-Cash Credit	LT	44.49	CARE D	1)CARE D; ISSUER NOT COOPERATING * (01-Apr-24)	1)CARE D (01-Feb-24) 2)CARE B+; Stable (06-Jul-23)	1)CARE C; Stable; ISSUER NOT COOPERATING * (08-Mar-23)	1)CARE C; Stable (30-Mar-22)
2	Non-fund-based - ST-Letter of credit	ST	32.00	CARE D	1)CARE D; ISSUER NOT COOPERATING * (01-Apr-24)	1)CARE D (01-Feb-24) 2)CARE A4 (06-Jul-23)	1)CARE A4; ISSUER NOT COOPERATING * (08-Mar-23)	1)CARE A4 (30-Mar-22)
3	Fund-based - LT-Term Loan	LT	-	-	-	-	-	1)Withdrawn (30-Mar-22)
4	Fund-based - LT-Term Loan	LT	17.98	CARE D	1)CARE D; ISSUER NOT COOPERATING * (01-Apr-24)	1)CARE D (01-Feb-24) 2)CARE B+; Stable (06-Jul-23)	1)CARE C; Stable; ISSUER NOT COOPERATING * (08-Mar-23)	1)CARE C; Stable (30-Mar-22)

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

LT: Long term; ST: Short term

Annexure-3: Detailed explanation of covenants of rated instruments/facilities: Not applicable**Annexure-4: Complexity level of instruments rated**

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Cash Credit	Simple
2	Fund-based - LT-Term Loan	Simple
3	Non-fund-based - ST-Letter of credit	Simple

Annexure-5: Lender details

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

Note on complexity levels of rated instruments: CARE Ratings has classified instruments rated by it based on complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for clarifications.

Contact us

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About us:

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