

Rourkela Steel Corporation

March 19, 2025

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	5.00	CARE BB-; Stable; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category and Downgraded from CARE BB+; Stable
Short Term Bank Facilities	22.50	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 and key rating drivers

CARE Ratings Ltd. had, vide its press release dated March 06, 2024, placed the rating(s) of Rourkela Steel Corporation (RSC) under the 'issuer non-cooperating' category as RSC had failed to provide information for monitoring of the rating as agreed to in its Rating Agreement. RSC continues to be non-cooperative despite repeated requests for submission of information through e-mails dated January 20, 2025, January 30, 2025, February 09, 2025 among others.

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 RSC have been revised on account of non-availability of requisite information.

Analytical approach: Standalone revised from Combined

For arriving at the ratings, CARE has combined the business and financial risk profiles of Rourkela Steel Corporation (RSC) and Shree Samtainath Enterprises Private Limited (SSEPL) as these entities are engaged in similar line of operations under a common management and have financial and operational linkages. However, updated information is not available to ascertain financial linkages that warrant a continuation of combined approach.

Outlook: Stable

Detailed description of the key rating drivers:

Please refer to PR dated [March 06, 2024](#)

Applicable criteria

[CARE Ratings' Criteria on Information Adequacy Risk and Issuer Non-Cooperation](#)

[CARE Ratings' Policy on Default Recognition](#)

[Criteria on Assigning 'Outlook' or 'Rating Watch' to Credit Ratings](#)

[CARE Ratings' Criteria on Consolidation & Combined Approach](#)

About the firm

Rourkela Steel Corporation (RSC) was setup in the year 1974 by Mr. Kedar Nath Kheria. The firm is primarily engaged in trading of iron and steel products including Plates (PM & MS), Coils (HR & MS), GP & GC Sheets, HR & CR Sheets, Light & Heavy Joists, Channels, Angles, Rounds, Rails, TMT/Rebar/CTD bars etc. RSC is a leading dealer of SAIL and trades majorly in SAIL's products.

Status of non-cooperation with previous CRA: CRISIL has continued the rating assigned to the bank facilities of RSC into ISSUER NOT COOPERATING category vide press release dated February 19, 2024 on account of its inability to carry out a review in the absence of requisite information from the firm.

Acuite has continued the rating assigned to the bank facilities of RSC into ISSUER NOT COOPERATING category vide press release dated September 02, 2024 on account of its inability to carry out a review in the absence of requisite information from the firm.

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

Any other information: Not applicable

Rating history for last three years: Annexure-2

Covenants of rated instrument / facility: 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 and Rating Outlook
Fund-based - LT-Cash Credit		-	-	-	5.00	CARE BB-; Stable; ISSUER NOT COOPERATING*
Non-fund-based - ST-Bank Guarantee		-	-	-	21.50	CARE A4; ISSUER NOT COOPERATING*
Non-fund-based - ST-Bill Discounting / Bills Purchasing		-	-	-	1.00	CARE A4; ISSUER NOT COOPERATING*

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

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	5.00	CARE BB-; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB+; Stable; ISSUER NOT COOPERATING* (06-Mar-24) 2)CARE BBB-; Stable (06-Apr-23)	1)CARE B+; Stable; ISSUER NOT COOPERATING* (27-Jun-22)	1)CARE BB; Stable; ISSUER NOT COOPERATING* (19-Apr-21)
2	Non-fund-based - ST-Bank Guarantee	ST	21.50	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (06-Mar-24) 2)CARE A3 (06-Apr-23)	1)CARE A4; ISSUER NOT COOPERATING* (27-Jun-22)	1)CARE A4; ISSUER NOT COOPERATING* (19-Apr-21)
3	Non-fund-based - ST-Bill Discounting / Bills Purchasing	ST	1.00	CARE A4; ISSUER NOT COOPERATING*	-	1)CARE A4; ISSUER NOT COOPERATING* (06-Mar-24) 2)CARE A3 (06-Apr-23)	1)CARE A4; ISSUER NOT COOPERATING* (27-Jun-22)	1)CARE A4; ISSUER NOT COOPERATING* (19-Apr-21)

*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	Non-fund-based - ST-Bank Guarantee	Simple
3	Non-fund-based - ST-Bill Discounting / Bills Purchasing	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.

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About us:

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Disclaimer:

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