

Paramount Speciality Forgings Limited (Formerly Paramount Speciality Forgings LLP)

April 14, 2025

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	20.48	CARE BB-; Stable; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Short Term Bank Facilities	1.00	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 February 07, 2024, placed the rating(s) of Paramount Speciality Forgings Limited (PSFL) under the 'issuer non-cooperating' category as PSFL had failed to provide information for monitoring of the rating as agreed to in its Rating Agreement. PSFL continues to be non-cooperative despite repeated requests for submission of information through e-mails dated December 23, 2024, January 02, 2025, January 12, 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).

Analytical approach: Standalone

Outlook: Stable

Detailed description of the key rating drivers:

Please refer to PR dated [February 07, 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](#)

About the company

Paramount Speciality Forgings Limited (PSFL) was initially established as partnership firm named Paramount Forge (PF) in 1996. Further, During the year 2020, the constitution of the firm has changed to Limited Liability Partnership firm under the name of Paramount Speciality Forgings LLP. Consequently, During May, 2023, constitution of company has been changed and name of the company has been changed to PSFL. PSFL got listed at NSE-SME (ISIN: INE0Q6001012) on September 2024. The company is managed by Bhagat and Hararwala family and is engaged in the business of manufacturing & exports of carbon steel, stainless steel, and alloy steel forged flanges used in pipe fittings. PSFL primarily sell products to oil and gas, petrochemicals and allied industries with exports to various countries across Oman, Canada, Italy, United Kingdom contributed. It procures primary raw materials viz. stainless steel (SS) bars, billets, rounds and mild steel (MS) plates, rounds, etc. entirely from domestic market. The firm operates through its two-plant located at Kamothe near Panvel and Khalapur near Khopoli, Maharashtra which is ISO 9001:2008 certified. The administrative office located at Mazgaon, Mumbai.

Brief Financials (₹ crore)	March 31, 2022 (A)	March 31, 2023 (A)	March 31, 2024 (A)#	6MFY25 (UA)
Total operating income	87.86	110.76	103.36	47.56
PBILDT	3.62	6.15	13.57	3.57
PAT	4.05	2.53	5.41	1.60
Overall gearing (times)	0.54	1.17	1.09	0.53
Interest coverage (times)	2.76	4.29	7.15	3.43

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

refers to period May 05, 2023 to March 31, 2024 as Company is formed by converting the Limited Liability Partnership following its dissolution w.e.f. May 05, 2023.

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

Status of non-cooperation with previous CRA: CRISIL has continued the rating assigned to the bank facilities of PSFL into ISSUER NOT COOPERATING category vide press release dated September 23, 2024 on account of its inability to carry out a review in the absence of requisite information from the company.

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		-	-	-	11.50	CARE BB-; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	31-05-2024	2.86	CARE BB-; Stable; ISSUER NOT COOPERATING*
Non-fund-based - LT-Bank Guarantee		-	-	-	6.12	CARE BB-; Stable; 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 2025-2026	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
1	Fund-based - LT-Term Loan	LT	2.86	CARE BB-; Stable; ISSUER NOT COOPERATING*	-	-	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (07-Feb-24)	1)CARE BB; Stable (23-Mar-23)
2	Fund-based - LT-Cash Credit	LT	11.50	CARE BB-; Stable; ISSUER NOT COOPERATING*	-	-	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (07-Feb-24)	1)CARE BB; Stable (23-Mar-23)
3	Non-fund-based - ST-Bill Discounting / Bills Purchasing	ST	1.00	CARE A4; ISSUER NOT COOPERATING*	-	-	1)CARE A4; ISSUER NOT COOPERATING* (07-Feb-24)	1)CARE A4 (23-Mar-23)
4	Non-fund-based - LT-Bank Guarantee	LT	6.12	CARE BB-; Stable; ISSUER NOT COOPERATING*	-	-	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (07-Feb-24)	1)CARE BB; Stable (23-Mar-23)

*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 - LT-Bank Guarantee	Simple
4	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.

Contact us

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About us:

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