

Bina Metal Way Private Limited

June 28, 2022

Ratings

| Facilities/Instruments | Amount (Rs. crore) | Rating ¹ | Rating Action |
|--|---|---|--|
| Long Term Bank Facilities | 1.00 | CARE B; Stable; ISSUER NOT COOPERATING* (Single B; Outlook: Stable; ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category |
| Long Term / Short Term Bank Facilities | 16.50 | CARE B; Stable / CARE A4; ISSUER NOT COOPERATING* (Single B; Outlook: Stable/ A Four; ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category |
| Total Bank Facilities | 17.50 (Rs. Seventeen Crore and Fifty Lakhs Only) | | |

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated April 14, 2021, placed the rating(s) of Bina Metal Way Private Limited (BMWPL) under the 'issuer non-cooperating' category as BMWPL 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. BMWPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated February 28, 2022, March 10, 2022, March 20, 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 [April 14, 2021](#)

Analytical approach: Standalone

Applicable Criteria

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

[Policy on default recognition](#)

[Criteria on assigning outlook and credit watch](#)

About the Company

Bina Metal Way Private Limited (BMWPL) was incorporated in February 1986. Currently, the company is managed by Mr. Shyam Sunder Goyal and Mr. Rohit Goyal. Since its inception, the company has been engaged in manufacturing of railway products like switches, turnout components, crossing etc and auto components at its plant located at Adityapur, Jamshedpur with installed capacity of 2400 sets for railway products and 3000 sets for auto components.

| Brief Financials (Rs. crore) | FY20(A) | FY21(A) | FY22(Prov.) |
|------------------------------|---------|---------|-------------|
| Total operating income | 25.60 | 25.44 | NA |
| PBILD | 3.49 | 4.69 | NA |
| PAT | 2.14 | 2.84 | NA |
| Overall gearing (times) | 0.95 | 0.59 | NA |
| Interest coverage (times) | 3.34 | 5.32 | NA |

A: Audited, Prov. Provisional, NA: Not Available

Status of non-cooperation with previous CRA: Acuite has continued the rating assigned to the bank facilities of BMWPL into Issuer Not Cooperating category vide press release dated November 29, 2021 on account of its inability to carry out a review in the absence of the requisite information from the company.

Brickwork has continued the rating assigned to the bank facilities of BMWPL into Issuer Not Cooperating category vide press release dated January 17, 2022 on account of its inability to carry out a review in the absence of the requisite information from the company.

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

Any other information: Not applicable

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

Covenants of rated instrument/facility: Annexure -3

Complexity level of various instruments rated for this company: Annexure -4

Annexure-1: Details of Instruments / Facilities

| Name of the Instrument | ISIN | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. crore) | Rating Assigned along with Rating Outlook |
|--|------|------------------|-------------|---------------|-------------------------------|---|
| Fund-based - LT-Cash Credit | | - | - | - | 1.00 | CARE B; Stable; ISSUER NOT COOPERATING* |
| Non-fund-based - LT/ ST-Bank Guarantee | | - | - | - | 16.50 | CARE B; Stable / CARE A4; ISSUER NOT COOPERATING* |

*Issuer did not cooperate; Based on best available information

Annexure-2: Rating History of last three years

| Sr. No | 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 | 1.00 | CARE B; Stable; ISSUER NOT COOPERATING * | - | 1)CARE B; Stable; ISSUER NOT COOPERATING * (14-Apr-21) | - | 1)CARE B+; Stable; ISSUER NOT COOPERATING * (28-Jan-20) |
| 2 | Non-fund-based - LT/ ST-Bank Guarantee | LT/ST * | 16.50 | CARE B; Stable / CARE A4; ISSUER NOT COOPERATING * | - | 1)CARE B; Stable / CARE A4; ISSUER NOT COOPERATING * (14-Apr-21) | - | 1)CARE B+; Stable / CARE A4; ISSUER NOT COOPERATING * (28-Jan-20) |

*Issuer did not cooperate; Based on best available information

Annexure-3: Detailed explanation of covenants of the rated instrument / facilities: Not Applicable

Annexure 4: Complexity level of various instruments rated for this company

| Sr. No. | Name of Instrument | Complexity Level |
|---------|--|------------------|
| 1 | Fund-based - LT-Cash Credit | Simple |
| 2 | Non-fund-based - LT/ ST-Bank Guarantee | 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 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

Media Contact

Mr. Mradul Mishra

Contact No.: +91-22-6837 4424

Email ID – mradul.mishra@careedge.in

Analyst Contact

Ms. Shachee Vyas

Contact No.: +91-79-4026 5665

Email ID – shachee.tripathi@careedge.in

Relationship Contact

Name: Lalit Sikaria

Contact no.: + 91-033- 40181600

Email ID: lalit.sikaria@careedge.in

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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