

G.D. Metsteel Private Limited

July 28, 2022

Ratings

Facilities / Instruments	Amount (Rs. crore)	Rating ¹	Rating Action
Long Term Bank Facilities	27.00	CARE B+; Stable; ISSUER NOT COOPERATING* (Single B Plus; Outlook: Stable ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Total Facilities	27.00 (Rs. Twenty-Seven Crore Only)		

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated June 03, 2021, placed the rating(s) of G.D. Metsteel Private Limited (GDMPL) under the 'issuer non-cooperating' category as GDMPL 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. GDMPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated April 19, 2022, April 30, 2022, May 09, 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 [June 03, 2021](#)

Analytical approach: Combined

CARE has combined the risk profile of G.D. Metsteel Private Limited (GDMPL) and Sohn Steel Private Limited (SSPL) to arrive at credit rating for GDMPL. The profiles are combined as both the companies are promoted and managed by common top management and share operational synergies (majority of the raw material requirements of GDMPL are sourced through SSPL).

Applicable Criteria

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

[Policy on default recognition](#)

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

About the Company

Established in January 23, 1990 by Malhotra family G.D. Metsteel Private Limited (GDMPL) is engaged in manufacturing of Angles, Channels, Beam & Flats which caters to the needs of construction, infrastructure industries. It markets its product under the brand "GD Malhotra". GDMPL fulfill its raw material requirements through its group company viz. Sohn Steel Pvt. Ltd who is engaged in manufacturing of MS Billets. The company's manufacturing unit is situated in Bhandgaon in Pune District.

Brief Financials: Combined:

Brief Financials (Rs. crore)	FY20 (A)	FY21 (A)	FY22 (Prov.)	Q1FY23 (Prov.)
Total operating income	170.78	168.08	NA	NA
PBILDT	4.48	9.35	NA	NA
PAT	-0.71	2.39	NA	NA
Overall gearing (times)	4.46	4.06	NA	NA
Interest coverage (times)	1.27	2.71	NA	NA

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

¹Complete definitions of the ratings assigned are available at www.careedge.in and in other CARE publications

*Issuer did not cooperate; Based on best available information

Brief Financials of GDMPL:

Brief Financials (Rs. crore)	FY20 (A)	FY21 (A)	FY22 (Prov.)	Q1FY23 (Prov.)
Total operating income	200.59	165.62	NA	NA
PBILDT	3.73	4.47	NA	NA
PAT	0.49	1.06	NA	NA
Overall gearing (times)	5.62	5.12	NA	NA
Interest coverage (times)	1.59	1.82	NA	NA

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

Status of non-cooperation with previous CRA: Not Applicable**Any other information:** Not Applicable**Rating History for last three years:** Please refer Annexure-2**Covenants of rated instrument/facility:** Please refer Annexure 3**Complexity level of various instruments rated for this Company:** Please refer 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-Term Loan		-	-	March 2020	0.83	CARE B+; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Cash Credit		-	-	-	24.00	CARE B+; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Proposed fund based limits		-	-	-	2.17	CARE B+; Stable; ISSUER NOT COOPERATING*

*Issuer did not cooperate; based on best available information

Annexure-2: Rating history for the last three years

S r . N o .	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-Term Loan	LT	0.83	CARE B+; Stable; ISSUER NOT COOPERATING*	-	1)CARE B+; Stable; ISSUER NOT COOPERATING* (03-Jun-21)	1)CARE BB; Stable; ISSUER NOT COOPERATING* (28-Apr-20)	1)CARE BB+; Stable (05-Apr-19)
2	Fund-based - LT-Cash Credit	LT	24.00	CARE B+; Stable; ISSUER NOT COOPERATING*	-	1)CARE B+; Stable; ISSUER NOT COOPERATING* (03-Jun-21)	1)CARE BB; Stable; ISSUER NOT COOPERATING* (28-Apr-20)	1)CARE BB+; Stable (05-Apr-19)
3	Fund-based - LT-Proposed fund based limits	LT	2.17	CARE B+; Stable; ISSUER NOT COOPERATING*	-	1)CARE B+; Stable; ISSUER NOT COOPERATING* (03-Jun-21)	1)CARE BB; Stable; ISSUER NOT COOPERATING* (28-Apr-20)	1)CARE BB+; Stable (05-Apr-19)

*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	Fund-based - LT-Proposed fund based limits	Simple
3	Fund-based - LT-Term Loan	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 Ratings Ltd. has classified instruments rated by it on the basis of complexity. This classification is available at www.careedge.in. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for any clarifications.

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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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