

January 17, 2024

Baba Ispat (P) Ltd.: Rating Moved to Issuer Non-Cooperating Category

Summary of rating action

Instrument [^]	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term – Fund Based – Cash Credit	14.00	14.00	[ICRA]BB+ (Stable) ISSUER NOT COOPERATING*; Rating moved to Issuer Not Cooperating category
Short Term - Non fund based- Bank Guarantee	1.00	1.00	[ICRA]A4+ ISSUER NOT COOPERATING*; Rating moved to Issuer Not Cooperating category
Total	15.00	15.00	

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

[^]Instrument details are provided in Annexure-1

Rationale

ICRA has moved the ratings for the bank facilities of **Baba Ispat (P) Ltd.** to the 'Issuer Not Cooperating' category. The rating is denoted as "[ICRA]BB+ (Stable)/[ICRA]A4+; ISSUER NOT COOPERATING".

As part of its process and in accordance with its rating agreement with **Baba Ispat (P) Ltd.**, ICRA has been trying to seek information from the entity so as to monitor its performance. Further, ICRA has been sending repeated reminders to the entity for payment of surveillance fee that became due. Despite multiple requests by ICRA, the entity's management has remained non-cooperative. In the absence of requisite information and in line with the aforesaid policy of ICRA, the rating has been moved to the "Issuer Not Cooperating" category. The rating is based on the best available information.

Please refer to the following link for the previous detailed rationale that captures the Key rating drivers and their description, Liquidity position, key financial indicator, Rating sensitivities : [Click here](#). ICRA is unable to provide the latest information and fees because of non-cooperation by the entity.

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Corporate Credit Rating Methodology Policy in respect of Non-cooperation by a rated entity Rating Methodology for Entities in Iron & Steel Industry
Parent/Group support	Not Applicable
Consolidation/Standalone	Standalone

About the company

Incorporated in 2002, Baba Ispat (P) Ltd (BIPL) produces mild steel (MS) angles, MS channels and MS flats with an installed capacity of 60,000 metric tonnes per annum (MTPA). The company commenced its operation in November 2004. The manufacturing facility of the company is situated at Raniganj, Burdwan (West Bengal).

Status of non-cooperation with previous CRA:

CRA	Status	Date of Release
CRISIL	CRISIL B/Stable (ISSUER NOT COOPERATING)/CRISIL A4 (ISSUER NOT COOPERATING)	July 20, 2023
CARE	CARE B-; Stable; ISSUER NOT COOPERATING*/CARE A4; ISSUER NOT COOPERATING*	January 30, 2023

*Issuer did not cooperate

Any other information: None

Rating history for past three years

Instrument	Type	Current Rating (FY2024)		Chronology of Rating History for the past 3 years			
		Amount Rated (Rs. crore)	Amount Outstanding as of March 31, 2023 (Rs. crore)	Date & Rating in	Date & Rating in FY2023	Date & Rating in FY2022	Date & Rating in FY2021
				Jan 17, 2024	Mar 31, 2023	Dec 24, 2021	Oct 07, 2020
1 Cash Credit	Long-term	14.00	-	[ICRA]BB+ (Stable) ISSUER NOT COOPERATING	[ICRA]BB+ (Stable)	[ICRA]BB+ (Stable)	[ICRA]BB+ (Stable)
2 Bank Guarantee	Short-term	1.00	-	[ICRA]A4+ ISSUER NOT COOPERATING	[ICRA]A4+	[ICRA]A4+	[ICRA]A4+
3 Working Capital	Long term	-	-	-	-	-	-
4 Untied Limits	Long term/Short term	-	-	-	-	-	[ICRA]BB+ (Stable)/[ICRA]A4+

Complexity level of the rated instrument

Instrument	Complexity Indicator
Long-term Fund-based – Cash Credit	Simple
Short-term – Non-Fund based facilities- Bank Guarantee	Very Simple

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional, or legal aspects. Details on the complexity levels of the instruments, is available on ICRA's website: [Click Here](#)

Annexure-I: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (RS Crore)	Current Rating and Outlook
NA	Long Term – Fund Based – Cash Credit	NA	NA	NA	14.00	[ICRA]BB+ (Stable) ISSUER NOT COOPERATING
NA	Short Term - Non fund based- Bank Guarantee	NA	NA	NA	1.00	[ICRA]A4+ ISSUER NOT COOPERATING

Source: Company

Annexure-II: List of entities considered for consolidated analysis: Not Applicable

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About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

For more information, visit www.icra.in

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Branches



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