

July 29, 2024

Shivam Hi Tech Steels Pvt. Ltd: Continues to remain under issuer Non-Cooperating category

Summary of rating action

Instrument [^]	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term / Short Term - Unallocated	2.54	2.54	[ICRA]B+(Stable);ISSUER NOT COOPERATING/[ICRA]A4;ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Long Term-Fund Based-Term Loan	4.23	4.23	[ICRA]B+(Stable);ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Short Term-Non-Fund Based-Others	15.61	15.61	[ICRA]A4;ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Long Term-Fund Based-Cash Credit	21.00	21.00	[ICRA]B+(Stable);ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Total	43.38	43.38	

*Issuer did not cooperate; based on best available information

[^]Instrument details are provided in Annexure-1

Rationale

ICRA has kept the Long-Term and Short-Term rating for the Bank facilities of Shivam Hi Tech Steels Pvt. Ltd in the 'Issuer Not Cooperating' category. The rating is denoted as "[ICRA]B+(Stable);ISSUER NOT COOPERATING/[ICRA]A4;ISSUER NOT COOPERATING".

As part of its process and in accordance with its rating agreement with Shivam Hi Tech Steels Pvt. 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 continued 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 Key rating drivers and their description, Liquidity position, Rating sensitivities and Key Financial Indicators : [Click here](#) ICRA is unable to provide the latest information because of non-cooperation by the entity.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology
Parent/Group Support	NA
Consolidation/Standalone	Standalone

About the company

Incorporated in 2005, SHSPL is primarily involved in the fabrication of heavy steel structures like box column, tower column, ducts, draft tube, suction cone, hoppers, cooler shells and other assemblies, catering primarily to the steel manufacturing companies, power plants, cement plants and refineries. The company has two operating units with a combined steel fabrication capacity of 12,000 metric tonnes per annum (MTPA) at Bhilai, Chhattisgarh. During FY2015, the company has commissioned a third unit for manufacturing of metallurgical cored wire with an installed capacity of 5,000 MTPA. In December 2016, the company has also set up a ferro-alloy unit with an installed capacity of 3,600 MTPA. Beside this, SHSPL trades in pumps (dealer of Kirloskar Brothers Limited), welding consumables (dealer of Ador Fontech Limited) and other allied equipment.

Status of non-cooperation with previous CRA:

CRA	Status	Date of Release
CRISIL	[CRISIL]B(Stable)/[CRISIL]A4; ISSUER NOT COOPERATING	Sep 20, 2023

Any other information: None

Rating history for past three years

	Instrument	Current Rating (FY2025)			Chronology of Rating History for the past 3 years		
		Type	Amount Rated (Rs. Crore)	Date & Rating in	Date & Rating in FY 2024	Date & Rating in FY 2022	Date & Rating in FY 2021
				29 July 2024	25 May 2023	16 Mar 2022	28 Jan 2021
1	Unallocated	Long/ Short Term	2.54	[ICRA]B+(Stable); ISSUER NOT COOPERATING/[ICRA]A4;ISSUER NOT COOPERATING	[ICRA]B+(Stable)/[ICRA]A4;ISSUER NOT COOPERATING	[ICRA]B+(Stable)/[ICRA]A4;ISSUER NOT COOPERATING	[ICRA]B+(Stable)/[ICRA]A4 ;ISSUER NOT COOPERATING
2	Fund Based-Term Loan	Long Term	4.23	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING
3	Non-Fund Based-Others	Short Term	15.61	[ICRA]A4;ISSUER NOT COOPERATING	[ICRA]A4;ISSUER NOT COOPERATING	[ICRA]A4;ISSUER NOT COOPERATING	[ICRA]A4;ISSUER NOT COOPERATING
4	Fund Based-Cash Credit	Long Term	21.00	[ICRA]B+(Stable) ;ISSUER NOT COOPERATING	[ICRA]B+(Stable) ;ISSUER NOT COOPERATING	[ICRA]B+(Stable) ;ISSUER NOT COOPERATING	[ICRA]B+(Stable) ;ISSUER NOT COOPERATING

Complexity level of the rated instrument

Instrument	Complexity Indicator
Unallocated	Not Applicable
Fund Based-Term Loan	Simple
Non-Fund Based-Others	Very Simple
Fund Based-Cash Credit	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-1: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (RS Crore)	Current Rating and Outlook
NA	Unallocated	-	-	-	2.54	[ICRA]B+(Stable);ISSUER NOT COOPERATING / [ICRA]A4 ;ISSUER NOT COOPERATING
NA	Fund Based-Term Loan	-	-	-	4.23	[ICRA]B+(Stable);ISSUER NOT COOPERATING
NA	Non-Fund Based-Others	-	-	-	15.61	[ICRA]A4;ISSUER NOT COOPERATING
Na	Fund Based-Cash Credit	-	-	-	21.00	[ICRA]B+(Stable);ISSUER NOT COOPERATING

Source: Shivam Hi Tech Steels Pvt. Ltd

Annexure-2: 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.

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