

October 30, 2024

Tata Steel Utilities and Infrastructure Services Limited: Rating withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term - Fund based – Cash Credit	20.00	20.00	[ICRA]AA- (Stable); Withdrawn
Short-term - Non-fund based – Others	65.00	65.00	[ICRA]A1+; Withdrawn
Long Term/Short Term – Unallocated Limits	115.00	115.00	[ICRA]AA- (Stable)/ [ICRA]A1+; Withdrawn
Total	200.00	200.00	

*Instrument details are provided in Annexure-I

Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of Tata Steel Utilities and Infrastructure Services Limited at the request of the company, and in accordance with ICRA's policy on withdrawal. However, ICRA does not have information to suggest that the credit risk has changed since the time the rating was last reviewed.

The key rating drivers, liquidity position, rating sensitivities and key financial indicators have not been captured as the rated instruments are being withdrawn. The previous detailed rating rationale is available at the following link: [Click here](#)

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Corporate Credit Rating Methodology Construction Entities Power- Distribution Policy on withdrawal of Credit Ratings
Parent/Group support	ICRA has factored in the strong linkages of Tata Steel UISL with its parent, Tata Steel Limited (TSL), which is Tata Steel UISL's 100% shareholder.
Consolidation/Standalone	Standalone

About the company

Tata Steel UISL, a wholly-owned subsidiary of TSL, was incorporated in 2003 to develop and manage the municipal services of Jamshedpur. Later, Tata Steel UISL expanded its operations into other business verticals and geographies. Tata Steel UISL's operations are divided into four verticals - solid waste management (SWM), power distribution (PD), operation and maintenance of industrial units, engineering procurement and construction (EPC) for various infrastructure projects. Tata Steel UISL is governed by a board of directors, with members appointed by the parent company, TSL. The company's regular operations are supervised by the Managing Director, who is supported by various departmental heads.

Status of non-cooperation with previous CRA: Not applicable

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 and Rating on	Date & Rating		
					FY2024	FY2023	FY2022
				Oct 30, 2024	Aug 28, 2023	Aug 08, 2022	Jun 02, 2021
1	Fund based – Cash Credit	Long-term	20.00	[ICRA]AA-(Stable); Withdrawn	[ICRA]AA-(Stable)	[ICRA]A+(Stable)	[ICRA]A (Stable)
2	Fund based – Term Loans	Long-term	-	-	-	-	[ICRA]A (Stable)
3	Non-fund based – Others	Short-term	65.00	[ICRA]A1+; Withdrawn	[ICRA]A1+	[ICRA]A1+	[ICRA]A1
4	Unallocated Limits	Long-term / Short-term	115.00	[ICRA]AA-(Stable)/ [ICRA]A1+; Withdrawn	[ICRA]AA-(Stable)/ [ICRA]A1+	[ICRA]A+(Stable)/ [ICRA]A1+	[ICRA]A (Stable) / [ICRA]A1

Complexity level of the rated instruments

Instrument	Complexity Indicator
Long-term - Fund based – Cash Credit	Simple
Short-term - Non-fund based – Others	Very Simple
Long Term/Short Term – Unallocated Limits	NA

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 are available on ICRA's website: [Click Here](#)

Annexure I: Instrument details

ISIN	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	20.00	[ICRA]AA- (Stable); Withdrawn
NA	Short Term-Non-Fund Based Limits – Bank Guarantee	NA	NA	NA	65.00	[ICRA]A1+; Withdrawn
NA	Long Term/Short Term – Unallocated Limits	NA	NA	NA	115.00	[ICRA]AA- (Stable)/ [ICRA]A1+; Withdrawn

Source: Company

[Please click here to view details of lender-wise facilities rated by ICRA](#)

Annexure II: List of entities considered for consolidated analysis – Not applicable

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