

October 16, 2020

## M R Steel Corporation: Ratings Withdrawn

### Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term / Short Term – Unallocated	8.00	8.00	[ICRA]B+(Stable)/[ICRA]A4; ISSUER NOT COOPERATING; Withdrawn
<b>Total</b>	<b>8.00</b>	<b>8.00</b>	

\*Instrument details are provided in Annexure-1

### Rationale

The long-term and short-term ratings assigned to M R Steel Corporation (MRSC) have been withdrawn at the request of the company and in accordance with ICRA's policy on withdrawal and suspension. ICRA is withdrawing the rating and that it does not have information to suggest that the credit risk has changed since the time the rating was last reviewed.

### Key rating drivers and their description

Key rating drivers have not been captured as the rating is being withdrawn.

### Liquidity position

Not captured as the rating is being withdrawn.

### Rating sensitivities

Not captured as the rating is being withdrawn.

### Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	<a href="#">Corporate Credit Rating Methodology</a> <a href="#">ICRA Policy on Withdrawal and Suspension of Credit Rating</a>
Parent/Group Support	NA
Consolidation/Standalone	Standalone

## About the company

MRSC is a trader in iron and steel products and currently operates a JSW Shoppe and an Essar Expressmart outlet. The JSW dealership has been with the firm since the last five years whereas Essar dealership was received by the firm in FY2013. Prior to the dealerships, MRSC operated as a steel trader like the numerous players who operate in the industry.

The previous detailed rating rationale is available on the following link: [Click here](#)

## Key financial indicators:

	FY 2017	FY 2018
Operating Income (Rs. crore)	31.34	36.45
PAT (Rs. crore)	0.88	0.91
OPBDIT/OI (%)	6.30%	5.36%
RoCE (%)	17.84%	15.02%
Total Debt/ TNW (times)	0.97	1.39
Total Debt/OPBDIT (times)	2.91	4.26
Interest Coverage (times)	1.82	1.87

**Status of non-cooperation with previous CRA: Not applicable**

**Any other information: None**

### Rating history for past three years

	Instrument	Current Rating (FY2021)				Rating History for the Past 3 Years			
		Type	Amount Rated	Amount Outstanding	Rating		FY2020	FY2019	FY2018
					October 16, 2020	October 07, 2020	April 04, 2019	-	October 25, 2017
1	Unallocated limit	Long Term/ Short Term	8.00	-	[ICRA]B+ (Stable)/[ICRA]A4; ISSUER NOT COOPERATING; Withdrawn	[ICRA]B+ (Stable)/[ICRA]A4 ISSUER NOT COOPERATING*	[ICRA]BB- (Stable)/[ICRA]A4	-	[ICRA]BB- (Stable)/[ICRA]A4

*Amount in Rs. Crore; \*Issuer did not cooperate; based on best available information*

### Complexity level of the rated instrument

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the website [www.icra.in](http://www.icra.in)

### Annexure-1: Instrument details

ISIN No	Instrument	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Unallocated	NA	NA	NA	8.00	[ICRA]B+ (Stable)/[ICRA]A4 ISSUER NOT COOPERATING; Withdrawn

Source: M R Steel Corporation

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