

January 13, 2020

## Lucky Steel Industries (Ship Breaking Division): Continues to remain under Non-Cooperating category

### Summary of rating action:

Instruments	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term - Fund Based/ CC	10.00	10.00	[ICRA]B+(Stable) ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Short Term - Non-Fund Based	74.15	74.15	[ICRA]A4 ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
<b>Total</b>	<b>84.15</b>	<b>84.15</b>	

\*Issuer did not co-operate; based on best available information.

### Rationale

ICRA has continued the ratings for the Rs 84.15 crore bank facilities of Lucky Steel Industries (Ship Breaking Division) (LSISBD). The rating is denoted as “[ICRA]B+(Stable)/A4: Ratings continues to remain under issuer not cooperating category on information”

ICRA has been trying to seek information from the entity to monitor its performance, but despite repeated requests by ICRA, the entity’s management has remained non-cooperative. The current rating action has been taken by ICRA basis best available/dated/ limited information on the issuers’ performance. Accordingly, the lenders, investors and other market participants are advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the entity

### Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	<a href="#">Corporate Credit Rating Methodology</a> <a href="#">Policy in respect of non-cooperation by the rated entity</a>
Parent/Group Support	Not applicable
Consolidation / Standalone	Standalone

### About the company:

Lucky Steel Industries (Ship Breaking Division) (LSISBD) was incorporated as a proprietorship firm in 1995 by Ashfaqhusen S. Masani, as part of the Bhavnagar-based Lucky Group, closely held by the Masani Family. The firm is engaged in the business of ship-breaking and scrap trading. The business operations are carried out from Bhavnagar and the shipbreaking activity is conducted at a plot leased by the Gujarat Maritime Board (GMB) in the Alang Ship Recycling Yard (ASRY). The group is also involved in other related businesses such as steel re-rolling and scrap trading.

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

## Key financial indicators: Not Applicable

## Rating history for past three years

S.No	Name of Instrument	Type	Current Rating (FY2020)			Chronology of Rating History for the Past 3 years			
			Rated amount	Amount outstanding	Month-year & Rating	Month- year and Rating in			
						FY2019		FY2018	FY2017
			(Rs. crore)	Jan-13-2020	25-Oct-2018	16-Aug-2018	07-Apr-2017	27-May-2016	
1	Fund-based Limit	Long Term	10.00	-	[ICRA]B+ (Stable) ISSUER NOT COOPERATING	[ICRA]B+ (Stable) ISSUER NOT COOPERATING	[ICRA]B+ (Stable) ISSUER NOT COOPERATING	[ICRA]B+ (Stable)	[ICRA]B+
2	Non-fund Based Limit	Short Term	74.15		[ICRA]A4 ISSUER NOT COOPERATING	[ICRA]A4 ISSUER NOT COOPERATING	[ICRA]A4 ISSUER NOT COOPERATING	[ICRA]A4	[ICRA]A4

All figures in Rs. Crore

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