



Press Release

M/s Debabrata Behera

April 08, 2021

Ratings

Sl. No.	Instrument/Facility	Amount Rs. Crore)	Ratings	Rating Action
1.	Long Term Bank Facilities	14.00	IVR BBB- (CE); Stable* (IVR Triple B Minus [Credit Enhancement] with Stable Outlook)	Final Rating
2.	Long Term Bank Facilities	(60.00)	-	Withdrawn as not been sanctioned
3.	Short Term Bank Facilities	10.17	IVR A3 (CE)* (IVR A Three [Credit Enhancement])	Final Rating
		24.17 (Rs Twenty-four crore and seventeen lakh only)		

** based on unconditional and irrevocable corporate guarantee from Kashvi Power & Steel Private Limited*

Details of Facilities are in Annexure 1

Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers

Earlier Infomerics had assigned ratings to the bank facilities of M/s Debabrata Behera (DBB) derives strength from proposed unconditional and irrevocable corporate guarantee extended by Kashvi Power & Steel Private Limited (KPSPL) to the bank facilities of DBB. This proposed corporate guarantee results in credit enhancement in the ratings of the said instruments to Provisional IVR BBB- (CE); Stable (Provisional IVR Triple B Minus [Credit Enhancement] with Stable Outlook) to the proposed long term bank facilities and Provisional IVR A3 (CE) Provisional IVR A Three [Credit Enhancement] to the proposed short term bank facilities against the unsupported rating of IVR BB; Stable (IVR Double B with Stable Outlook).

Now, the firm has submitted bank sanctioned letter for Rs.24.17 crore mentioning the corporate guarantee from Kashvi Power & Steel Private Limited. Infomerics has convert the provisional rating to final rating to the extent of sanctioned amount and has withdrawn the outstanding ratings for remaining proposed amount of Rs.60.00 crore with immediate effect as the firm has not proceeded with the debt facilities as envisaged.



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As per the Infomerics 'Policy on Provisional Ratings'; the provisional ratings need to be withdrawn or shall be converted into final ratings within the maximum time period of 180 days.

Detailed Rationale

The rating is converted into final rating to the extent of sanctioned limit and remaining proposed facilities has withdrawn in accordance with Infomerics' policy on withdrawal and Policy on Provisional Ratings.

Analytical approach and Applicable Criteria

Policy on Provisional Ratings

About the Firm

Established in February, 2020, M/s Debabrata Behera (DBB) was set up with the objective to obtain mining lease of iron ore and other similar commodities and bagged Siljora Kalimati Manganese & Iron Ore Mine at Keonjhar district in Odisha for a 50 years lease. The mine has total resources quantity of 3.79 Million Ton of Manganese and 0.72 Million Ton of Iron ore. The mine is in operation from 1946 and covering an area of 715.64 hectare. Currently, the mine has approved EC production capacity of 0.189 million tonnes of Manganese ore & 0.136 million tonne of Iron ore per annum. Currently, the mine operating in existing capacity.

Mr. Debabrata Behera of Keonjhar district, Orissa, is the proprietor of the entity. Mr. Debabrata Behera has been actively involved in the iron and steel sector from last 25 years through various companies under its fold. Mr. Debabrata is at the helms of affairs of the entity.

Status of Non Co-operation with any other CRA: Nil

Any other information: None

Rating History for last three years:



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Sl. No.	Name of Instrument / Facilities (a)	Type	Current Rating (Year 2021-2022)		Rating History for the past 3 years		
			Amount outstanding (INR crore)	Rating	Date(s) & Rating(s) assigned in 2020-21 (October 04, 2020)	Date(s) & Rating(s) assigned in 2019-20	Date(s) & Rating(s) assigned in 2018-19
1.	Term Loan	Long Term	14.00	IVR BBB-(CE); Stable*	Provisional IVR BBB-(CE); Stable*	--	--
2.	Cash Credit	Long Term	(60.00)	Withdrawn	Provisional IVR BBB-(CE); Stable*	--	--
3.	Bank Guarantee	Short Term	10.17	IVR A3 (CE)*	Provisional IVR A3 [CE]*	--	--

* based on unconditional and irrevocable corporate guarantee from Kashvi Power & Steel Pvt Ltd

Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at www.infomerics.com.

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About Infomerics:

Infomerics commenced rating & grading operations in April 2015 after having spent over 25 years in various segments of financial services. Infomerics is registered with the Securities and Exchange Board of India (SEBI) and accredited by Reserve Bank of India. Company's long experience in varied spectrum of financial services is helping it to fine tune its product offerings to best suit the market.

Disclaimer: Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change, suspend or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating



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assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.

Annexure I

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Long Term Fund Based Limits- Term Loan	-	-	-	14.00	IVR BBB- (CE); Stable*
Long Term Fund Based Limits- Cash Credit	-	-	-	(60.00)	Withdrawn
Short Term Non-Fund Based Limits- Bank Guarantee	-	-	-	10.17	IVR A3 (CE)*

* based on unconditional and irrevocable corporate guarantee from Kashvi Power & Steel Pvt Ltd