



Press Release

Rudra Global Infra Products Limited

May 06, 2021

Ratings

Facilities/Instruments	Amount (Rs. crore)	Ratings	Rating Action
Long term Bank Facilities – Cash Credit	80.00	IVR BB; Issuer Not Cooperating* (IVR Double B; Issuer Not Cooperating)	Downgraded & moved to ISSUER NOT COOPERATING category
Long term Bank Facilities – Term Loan 1	0.12	IVR BB; Issuer Not Cooperating* (IVR Double B; Issuer Not Cooperating)	Downgraded & moved to ISSUER NOT COOPERATING category
Long term Bank Facilities – Term Loan 2	48.30	IVR BB; Issuer Not Cooperating* (IVR Double B; Issuer Not Cooperating)	Downgraded & moved to ISSUER NOT COOPERATING category
Long term Bank Facilities – Bank Guarantee	18.00	IVR BB; Issuer Not Cooperating* (IVR Double B; Issuer Not Cooperating)	Downgraded & moved to ISSUER NOT COOPERATING category
Total	146.42		

**Issuer did not cooperate; based on best available information*

Details of Facility are in Annexure 1

Detailed Rationale

The rating downgrade is because of lack of adequate information regarding Rudra Global Infra Products Limited (RGIPL)'s performance and hence the uncertainty around its credit risk. Infomerics assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy.

The lenders, investors and other market participants are thus advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the entity, despite the downgrade.

Non-cooperation by Issuer

Infomerics has been regularly following up with the company to provide the required data to monitor its assigned rating to the bank facilities, vide E-mail communications dated January 07, 2021, February 05, 2021 and March 01, 2021 and concurrently over several phone calls.



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However, despite repeated requests by Infomerics, the company's management has not submitted the essential details and fees for the surveillance exercise.

Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics has to assign the rating based on the best available information. Accordingly, the long- term ratings for the bank loan facilities aggregating to Rs.146.42 crore shall be moved to the 'ISSUER NOT COOPERATING' category by Infomerics and the rating be noted as IVR BB: Issuer Not Co-operating; Based on best available information (IVR Double B: Issuer Not Co-operating; Based on best available information).

Analytical Approach & Applicable Criteria

Standalone

Financial Ratios & Interpretation – (Non-financial Sector)

Guidelines on what constitutes Non-Cooperation by clients

About the Company

Rudra Global Infra Products Limited (RGIPL), formerly known as MD Inducto Cast Limited, based in Bhavnagar, Gujarat was incorporated in 2010. The company is engaged in manufacturing of billets and TMT Bars and has its manufacturing facility at Bhavnagar with an installed capacity of 2,40,000 MTPA for billets and 1,20,000 MTPA for TMT bars. The company was listed on BSE SME Exchange in 2015 and was migrated to BSE Mainboard Platform on December 5, 2017.

RGIPL is the flagship company of the MD Group. Other entities of the Group include Rudra Green Ship Recycling Private Ltd., formerly known as Harikrishna Steel Corporation (engaged in Ship breaking activity), Chintamani Oxygen (engaged in manufacturing of oxygen and other industrial gases) and Sonthalia Steel Rolling Mills Private Limited (engaged in manufacturing of MS billets).

The company sells its products under the brand name, 'Rudra TMX' and mostly operates in the state of Gujarat through its network of dealers and distributors.

Financials (Standalone):

For the year ended* / As On	(Rs. crore)	
	31-03-2019	31-03-2020
	Audited	Audited
Total Operating Income	557.25	361.01



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For the year ended* / As On	31-03-2019	31-03-2020
EBITDA	32.20	20.84
PAT	15.75	0.24
Total Debt	73.71	103.43
Tangible Net worth	80.15	100.39
EBITDA Margin (%)	5.78	5.77
PAT Margin (%)	2.80	0.07
Overall Gearing Ratio (x)	0.74	0.99

*Classification as per Infomerics' Standard

Status of non-cooperation with previous CRA:

CRISIL has moved the rating of RGIPL into the Issuer Non-Cooperating category as the company did not co-operate in the rating procedure despite repeated follow ups as per the Press Release dated March 31, 2021.

Any other information: Nil

Rating History for last three years:

S. No.	Name of Instrument/Facilities	Current Rating (Year 2021-22)			Rating History for the past 3 years			
		Type	Amount outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2020-21	Date(s) & Rating(s) assigned in 2019-20	Date(s) & Rating(s) assigned in 2018-19	
1.	Cash Credit	Long Term	80.00	IVR BB (IVR Double B) ISSUER NOT COOPERATING	--	IVR BBB- / Stable Outlook (IVR Triple B Minus with Stable Outlook) (March 04, 2020)	IVR BBB/ Stable Outlook (IVR Triple B with Stable Outlook) (March 18, 2019)	IVR BBB/ Stable Outlook (IVR Triple B with Stable Outlook) (February 12, 2019)
2.	Term Loan 1	Long Term	0.12	IVR BB (IVR Double B) ISSUER NOT COOPERATING	--	IVR BBB- / Stable Outlook (IVR Triple B Minus with Stable Outlook)	IVR BBB/ Stable Outlook (IVR Triple B with Stable Outlook)	--



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						(March 04, 2020)	(March 18, 2019)	
3	Term Loan 2	Long Term	48.30	IVR BB (IVR Double B) ISSUER NOT COOPERATING	--	IVR BBB- / Stable Outlook (IVR Triple B Minus with Stable Outlook) (March 04, 2020)	IVR BBB/ Stable Outlook (IVR Triple B with Stable Outlook) (March 18, 2019)	--
4	Bank Guarantee	Long Term	18.00	IVR BB (IVR Double B) ISSUER NOT COOPERATING	--	IVR BBB- / Stable Outlook (IVR Triple B Minus with Stable Outlook) (March 04, 2020)	IVR BBB/ Stable Outlook (IVR Triple B with Stable Outlook) (March 18, 2019)	IVR BBB/ Stable Outlook (IVR Triple B with Stable Outlook) (February 12, 2019)

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



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Annexure 1: Details of Facility

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Long Term Bank Facilities – Cash Credit	-	-	-	80.00	IVR BB Issuer Not Cooperating*
Long Term Bank Facilities – Term Loan 1	-	-	March, 2020	0.12	IVR BB Issuer Not Cooperating*
Long Term Bank Facilities – Term Loan 2	-	-	September, 2026	48.30	IVR BB Issuer Not Cooperating*
Long Term Bank Facilities – Bank Guarantee	-	-	-	18.00	IVR BB Issuer Not Cooperating*

**Issuer did not cooperate; based on best available information*