



## Press Release

### Modern India Con-Cast Limited

December 26, 2022

#### Ratings

Instrument/ Facility	Amount (Rs. crore)	Ratings*	Rating Action	<a href="#">Complexity Indicator</a>
Long term Bank Facilities (Proposed)	-	-	Withdrawn	Complex
Short term Bank Facilities (Proposed)	-	-	Withdrawn	Complex
<b>Total</b>	-			

#### Details of Facilities are in Annexure 1

*\*Earlier assigned rating was based on proposed unconditional and irrevocable Corporate Guarantee from Kashvi Power & Steel Private Limited (KPSPL)*

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

Infomerics has withdrawn the outstanding ratings of **Provisional IVR BBB (CE); Stable** (Provisional IVR Triple B [Credit Enhancement] with Stable Outlook) and **Provisional IVR A3+(CE)** (Provisional IVR Single A Three Plus [Credit Enhancement]) and unsupported rating of **IVR B+; Stable** (IVR Single B Plus with Stable Outlook) assigned to the proposed bank facilities of Modern India Con-Cast Limited (MICL) with immediate effect as the company has not got sanction of the debt facilities as envisaged while assigning the provisional rating. As per the Infomerics 'Policy on Provisional Ratings'; the provisional ratings need to be withdrawn or shall be converted into final ratings within the maximum time period of 180 days.

**Analytical Approach:** Not Applicable

**Applicable Criteria:**

[Policy on Provisional Ratings](#)

[Criteria on assigning rating outlook](#)

**Liquidity:** Not Applicable

**About the Company (MICL)**



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Modern India Con-Cast Limited (MICL) was incorporated in April 1987. MICL, earlier was a part of Modern India Group of Kolkata and same was acquired by Bhubaneswar based Kashvi Power & Steel Private Limited (KPSPL), a part of Kashvi group promoted by Mr. Debabrata Behera in September 2021 through bidding process of Insolvency and Bankruptcy Board of India (IBBI) at a total bidding amount of Rs.166.11 crore. The company was in manufacturing of silicomanganese and ferromanganese since 2004 and has two manufacturing units in Bishnupur and Haldia with installed capacity of 75000 MTPA and 1,00,000 MTPA respectively. However, both the units are in shutdown since May 2019. The current promoter, Mr. Debabrata Behera, has bagged SILJORA KALIMATI Manganese & Iron Ore Mine at Keonjhar district in Odisha for a 50-year lease through his proprietorship firm M/s Debabrata Behera. The mine has total resources quantity of 3.79 million Ton of Manganese and 0.72 million Ton of Iron ore. In view of forward integration, the promoter has bought the manufacturing facilities of MICL through KPSPL and has initiated a modernization and upgradation project with a total project cost of Rs.212 crore. Both MICL and KPSPL are managed by the common promoters.

### **About the Corporate Guarantor (KPSPL)**

(KPSPL) was incorporated in November 2009 by one Mr. Debabrata Behera of Keonjhar, Orissa. Since inception, KPSPL is engaged in trading/exporting of iron ore fines. It purchases iron ore fines locally (from Orissa) and sells it to domestic as well as foreign customers (mainly in China). The company has been allotted plots at Paradip Port (mechanical + manual) for carrying out export activities. The company is engaged in these activities since 2010. To diversify its business, the company has started a shopping cum entertainment mall – Kashvi Taj Mall in Keonjhar, Orissa, which was opened to public in May 2016. 6 Mr. Debabrata Behera of Keonjhar district, Orissa, along with Ms. Susmita Behera are the promoter directors of the company. 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 company.

**Status of non-cooperation with previous CRA:** The rating is maintained under Issuer Not Cooperating category by CRISIL vide its press release dated October 14, 2022, based on best available information due to non-cooperation.

**Any other information:** Nil



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Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Current Ratings (Year 2022-23)			Rating History for the past 3 years				
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2022-23	Date(s) & Rating(s) assigned in 2022-23	Date(s) & Rating(s) assigned in 2021-22	Date(s) & Rating(s) assigned in 2020-21	Date(s) & Rating(s) assigned in 2019-20
1.	Term Loan (Proposed)	LT	-	Withdrawn	Provisional IVR BBB (CE); Stable* Sep 29, 2022	Provisional IVR BBB (CE); Stable* July 07, 2022	-		
2.	Cash Credit (Proposed)	LT	-	Withdrawn	Provisional IVR BBB (CE); Stable* Sep 29, 2022	Provisional IVR BBB (CE); Stable* July 07, 2022	-		
3.	Bank Guarantee (Proposed)	ST	-	Withdrawn	Provisional IVR BBB (CE); Stable* Sep 29, 2022	Provisional IVR BBB (CE); Stable* July 07, 2022	-		

\* Provisional CE rating is backed by proposed irrevocable and unconditional corporate guarantee from Kashvi Power & Steel Private Limited

### Name and Contact Details of the Rating Analyst:

Name: Mr. Indranil Mukherjee	Name: Mr. Avik Podder
Tel: (033) 46022266	Tel: (033) 46022266
Email: <a href="mailto:indranil.mukherjee@infomerics.com">indranil.mukherjee@infomerics.com</a>	Email: <a href="mailto:apodder@infomerics.com">apodder@infomerics.com</a>

### About Infomerics:

Infomerics was founded in the year 1986 by a team of highly experienced and knowledgeable finance professionals. Subsequently, after obtaining Securities Exchange Board of India registration and RBI accreditation and the activities of the company are extended to External Credit Assessment Institution (ECAI).



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Adhering to best International Practices and maintaining high degree of ethics, the team of knowledgeable analytical professionals deliver credible evaluation of rating.

Infomerics evaluates wide range of debt instruments which helps corporates open horizons to raise capital and provides investors enlightened investment opportunities. The transparent, robust and credible rating has gained the confidence of Investors and Banks.

Infomerics has a pan India presence with Head Office in Delhi, branches in major cities and representatives in several locations.

For more information visit [www.infomerics.com](http://www.infomerics.com)

**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 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 1: Details of Facilities

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 (Proposed)	-	-	-	-	Withdrawn
Long Term Fund Based Limits- Cash Credit (Proposed)	-	-	-	-	Withdrawn
Short Term Non-Fund Based Limits- BG	-	-	-	-	Withdrawn

**Annexure 2: List of companies considered for consolidated analysis: Not Applicable.**

**Annexure 3: Facility wise lender details: Not Applicable.**

**Annexure 4: Detailed explanation of covenants of the rated instrument/facilities: Not Applicable.**

**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 <https://www.infomerics.com>.