



Press Release

Mohit Ispat Private Limited (MIPL)

October 28, 2022

Ratings

Facilities	Amount (INR crore)	Ratings	Rating Action	Complexity Indicator
Long term Bank Facilities – Term Loan	7.64	IVR BB+ ISSUER NOT COOPERATING (IVR Double B Plus ISSUER NOT COOPERATING)	Revised and moved to ISSUER NOT COOPERATING Category	Simple
Long term Bank Facilities – Cash Credit	15.00	IVR BB+ ISSUER NOT COOPERATING (IVR Double B Plus ISSUER NOT COOPERATING)	Revised and moved to ISSUER NOT COOPERATING Category	Simple
Short term Bank Facilities	43.00	IVR A4+ ISSUER NOT COOPERATING (IVR A Four Plus ISSUER NOT COOPERATING)	Revised and moved to ISSUER NOT COOPERATING Category	Simple
Short term Bank Facilities (Proposed)	8.81	IVR A4+ ISSUER NOT COOPERATING (IVR A Four Plus ISSUER NOT COOPERATING)	Revised and moved to ISSUER NOT COOPERATING Category	Simple
Total	74.45 (Seventy-Four Crore and Forty-Five Lakhs)			



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Detailed Rationale

The revision in the ratings assigned to the bank facilities of Mohit Ispat Private Limited reflects lack of adequate information available about the performance of the company and 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 rating revision.

Note on non-cooperation

Infomerics has repeatedly followed up with the company to provide information to monitor the ratings vide many emails last being dated October 10, 2022, along with telephonic conversations. However, despite repeated requests, the company has failed to submit data for review.

Availability of information is very critical in rating exercise. In the absence of the relevant information, in consonance with SEBI guidelines, Infomerics has moved the ratings assigned to the bank loan facilities of Mohit Ispat Private Limited aggregating to INR 74.45 crore to the 'ISSUER NOT COOPERATING' category. The rating is now denoted as IVR BB+; ISSUER NOT COOPERATING for the long-term bank facilities and IVR A4+; ISSUER NOT COOPERATING for the short-term bank facilities.

Analytical Approach: Standalone

Applicable Criteria

[Rating Methodology for Manufacturing Companies](#)

[Financial Ratios & Interpretation \(Non-Financial Sector\)](#)

[Policy on Issuer not cooperating and surveillance/review of existing rating](#)

[Criteria of assigning Rating Outlook](#)



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About the company

Mohit Ispat Private Limited (MIPL) is a Goa based company, Incorporated in 1997 and being promoted by Mr. Harsh Vardhan Mittal. The company is engaged in the business of manufacturing TMT steel bars & billets which are used in construction of Dams, Flyover, Buildings etc. MIPL sells its TMT bars under “Kamdhenu” brand in the state of Goa, Karnataka & Maharashtra. The company has manufacturing unit in Goa with installed capacity of 1,20,000 MTPA.

Financials (Standalone)*:

(INR crore)

For the year ended* As on	31-03-2020	31-03-2021
	Audited	Provisional
Total Operating Income	376.45	412.66
EBITDA	13.88	23.47
PAT	4.10	10.18
Total Debt	35.64	49.52
Tangible Net Worth	44.98	60.28
EBITDA Margin (%)	3.69	5.69
PAT Margin (%)	1.09	2.46
Overall Gearing Ratio (x)	0.79	0.82

* Classification as per Infomerics' standards

Status of non-cooperation with previous CRA: Care Ratings and ICRA Ratings have continued to classify the rating of Mohit Ispat Pvt Ltd into the Issuer Non-Cooperating category as per Press Release dated 29th Aug 2022 and 25th May 2022 respectively.

Any other information: None



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Rating History for last three years:

Sl. No	Name of Instrument/ Facilities	Current Rating (Year 2022-23)			Rating History for the past 3 years			
		Type	Amount outstanding (INR crore)	Rating	Date(s) & Rating(s) assigned in 2021-22 (PR dated July 30, 2021)	Date(s) & Rating(s) assigned in 2020-21 (PR Dated: Dec 18, 2020)	Date(s) & Rating(s) assigned in 2020-21 (PR dated Dec 10, 2020)	Date(s) & Rating(s) assigned in 2019-20
1.	Fund Based Facility – Term Loan	Long Term	7.64	IVR BB+ ISSUER NOT COOPERATING	IVR BBB-/ Stable	IVR BB+/ Stable	IVR BB+/ Stable	-
2.	Fund Based Facility – Cash Credit	Long Term	15.00	IVR BB+ ISSUER NOT COOPERATING	IVR BBB-/ Stable	IVR BB+/ Stable	IVR BB+/ Stable	-
3.	Non-Fund Based Facility – BG	Short Term	12.00	IVR A4+ ISSUER NOT COOPERATING	IVR A3	IVR A4+	IVR A4+	-
4.	Non-Fund Based Facility – LC	Short Term	31.00	IVR A4+ ISSUER NOT COOPERATING	IVR A3	IVR A4+	-	-
5.	Non-Fund Based Facility – Proposed LC	Short Term	8.81	IVR A4+ ISSUER NOT COOPERATING	IVR A3	-	-	-

Issuer did not cooperate; based on best available information

Name and Contact Details of the Rating Team:

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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

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: Not Applicable

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 www.infomerics.com