

Siddhivinayak Steels Private Limited

Ratings

Facilities	Amount (Rs. in Million)	Ratings ¹	Rating Action
Long Term Bank Facilities	-	-	Rating Withdrawn
Short Term Bank Facilities	-	-	Rating Withdrawn
Total Bank Facilities	-	-	

Detailed description of the key rating drivers

CARE Ratings Nepal Limited (CRNL) has withdrawn the ratings of "CARE-NP B+; ISSUER NOT COOPERATING*" and "CARE-NP A4; ISSUER NOT COOPERATING*" assigned to the bank facilities of Siddhivinayak Steels Private Limited (SSPL) with immediate effect as SSPL had failed to provide information for monitoring of the ratings. In line with the extant Securities Board of Nepal (SEBON) guidelines, CRNL has reviewed the ratings on the basis of the best available information and kept the rating on Notice of Withdrawal for six months, which however, in CRNL's opinion, is not sufficient to arrive at a fair rating. Therefore, since there is continued non-cooperation from the Issuer, CRNL has accordingly withdrawn the ratings after putting the ratings on notice of withdrawal for six months in accordance with the existing credit rating regulations.

Users of this ratings (including investors, lenders and the public at large) are hence requested to exercise caution while using the above ratings.

About the Company

Siddhivinayak Steels Private Limited (SSPL) is a private limited company which was incorporated on February 07, 2018 for setting up a Mild Steel (MS)- Black Pipes and cut to length products manufacturing facility of 73,000 Metric Tons Per Annum (MTPA) capacity in Nawalparasi, Nepal. SSPL has been promoted by the Goenka Group, headed by Mr. Ram Gopal Goenka as Chairman. Goenka group is one of the business groups in Nepal with diversified business involved in both manufacturing and trading of various goods. Presently, the group has two manufacturing units, Goenka Steels (P) Ltd. and Goenka Cement (P) Ltd.

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¹Complete definitions of the ratings assigned are available at www.careratingsnepal.com and in other CRNL publications.

*Issuer did not cooperate; based on best available information

About CARE Ratings Nepal Limited:

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Our parent company, CARE Ratings Limited commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI).

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CRNL's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CRNL has based its ratings on information obtained from sources believed by it to be accurate and reliable. CRNL does not, however, guarantee the accuracy, adequacy or completeness of any information and is 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 CRNL have paid a credit rating fee, based on the amount and type of bank facilities/instruments.

In case of partnership/proprietary concerns, the rating assigned by CARE is, inter-alia, based on the capital deployed by the partners/proprietor 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 in addition to the financial performance and other relevant factors. CARE is not responsible for any errors and states that it has no financial liability whatsoever to the users of CARE's rating.