RATING RATIONALE

22 Oct 2026

Rai Metal Works Pvt. Ltd.

Brickwork Ratings downgrades the long-term rating and reaffirms the short-term ratings for the Bank Loan Facilities of Rs. 102.00 Crs. of Rai Metal Works Pvt. Ltd., under the Issuer Not Cooperating category, based on best available information, as the issuer did not cooperate.

Instruments / Facilities**	Amount (Rs.Crs)		Tenure	Rating#		Regulator
	Previous	Present		Previous (06 Aug 2025)	Present	
Fund based	(13.05)	(13.05)	Long Term	BWR BB- /Stable removal from ISSUER NOT COOPERATING* category/Upgraded	BWR B+ /Stable ISSUER NOT COOPERATING* /Downgraded	RBI
	(13.05)	(13.05)	Long Term	BWR BB- /Stable Assignment		
	(1.95)	(1.95)				
Non Fund Based	89.00	89.00	Short Term	BWR A4 removal from ISSUER NOT COOPERATING* category/Upgraded	BWR A4 ISSUER NOT COOPERATING* /Reaffirmed	RBI
	(87.00)	(87.00)				
	13.00	13.00		BWR A4 Assignment		
	(13.05)	(13.05)				
Grand Total	**102.00**	**102.00**	**(Rupees One Hundred Two Crores Only)**			**RBI**

Note:
1. Please refer to BWR website www.brickworkratings.com for the definition of the ratings
2. Refer to Annexures I, II, and III for details of rated bank loan facilities, debt instruments, and the List of Entities Consolidated
***Issuer did not cooperate**; based on best available information.

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

Brickwork Ratings has downgraded the long-term rating to BWR B+/Stable and reaffirmed the short-term ratings at BWR A4 of "Rai Metal Works Pvt. Ltd." for Rs.102.00 crores while migrating the rating to the Issuer Not Cooperating category, based on best available information as the Issuer did not cooperate.

The rating was due for a review in Aug 2026. BWR took up with the issuer over emails and through telephone calls to provide the required information. Despite the best efforts of BWR to get at least the minimum required information for a review, the company has not provided the same. In the absence of adequate information from the firm, BWR is unable to assess the company's financial performance or its ability to service its debt and maintain a valid rating. Hence, based on best available information and the continued lack of management cooperation and non-submission of NDS, the long-term rating is downgraded and the short-term rating is reaffirmed, and the rating is migrated to the Issuer Not Cooperating* category, as the Issuer did not cooperate.

The lenders/investors may note to exercise due caution while using the above rating which mentions "Issuer Not Cooperating" since the rating lack any projections or forward looking component as it is arrived at based on the best available information without any management/banker's interaction.

LIMITATIONS OF THE RATING

Information availability risk is a key factor in the assessment of credit risk as generally, non-cooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress. Users of the credit rating should therefore take into account possible deterioration in the credit quality of the rated entity arising from its non-transparency withholding of information required for a review of *the rating*

ABOUT THE ENTITY

Macro Economic Indicator	Sector	Industry	Basic Industry
Industrials	Capital Goods	Industrial Manufacturing	Ship Building & Allied Services

Rai Metal Works Private Limited (RMWPL) is engaged in ship breaking business since 1983. The Meghani family acquired the company in year 1994. The operations of the company are currently being managed by Mr. Mohomadhussain Meghani and he supported by Mr. Riyaz Meghani and Mr.Mohsinali VartejiI. RMWPL has been allotted Plot no. 22 at Alang Bhavnagar by the Gujarat Maritime Board (GMB) for carrying ship breaking activities. The company's current capacity enables to undertake shipbreaking up to 500 LDT per day.

The company has already obtained HKC (Hong Kong Convention) compliance certification, demonstrating its commitment to environmentally sound and safe ship recycling practices. Additionally, the company has applied for approval to dismantle European-flagged vessels, which require stricter environmental and safety standards under EU regulations.

KEY FINANCIAL INDICATORS

Please refer to the following link for the previous detailed rationale that captures the Key Financials Drivers and their Description, Liquidity Position. Rating Sensitivities, Key Financial Indicators. View Previous Document

STATUS OF NON-COOPERATION WITH PREVIOUS CRA

Credit Rating Agency	Status and Reason for Non-Cooperation	Press Release Date
CARE	CARE has downgraded the rating to CARE B+/Stable/A4 and continued under the Issuer Not Cooperating Category on 14 Jul 2026 on account of non-receipt of the information.	14 Jul 2026

ANY OTHER INFORMATION

Nil

RATING HISTORY FOR THE PREVIOUS THREE YEARS (including withdrawal and suspended)

Facilities	Current Rating (2026)			2025		2025		2024		2023	
Type	**Tenure**	**Amount (Rs.Crs.)**		**Date**	**Rating**	**Date**	**Rating**	**Date**	**Rating**	**Date**	**Rating**
FB SubLimit	LT	(13.05)	BWR B+ /Stable ISSUER NOT COOPERATING* /Downgraded	06 Aug 2025	BWR BB- /Stable removal from ISSUER NOT COOPERATING* category/Upgraded	03 Apr 2025	BWR B/Stable (Continues to be in ISSUER NOT COOPERATING* category/Downgraded)	02 Apr 2024	BWR B + /Stable Continues to be in ISSUER NOT COOPERATING* category/Downgraded	07 Apr 2023	BWR BB - /Stable ISSUER NOT COOPERATING* /Downgrade
FB SubLimit	LT	(13.05)	BWR B+ /Stable ISSUER NOT COOPERATING* /Downgraded	06 Aug 2025	BWR BB - /Stable Assignment	NA	NA	NA	NA	NA	NA
FB SubLimit	LT	(1.95)	BWR B+ /Stable ISSUER NOT COOPERATING* /Downgraded	06 Aug 2025	BWR BB - /Stable Assignment	NA	NA	NA	NA	NA	NA
Non-Fund Based	ST	87.00	BWR A4 ISSUER NOT COOPERATING* /Reaffirmed	06 Aug 2025	BWR A4 removal from ISSUER NOT COOPERATING* category/Reaffirmed	03 Apr 2025	BWR A4 (Continues to be in ISSUER NOT COOPERATING* category/Reaffirmed)	06Nov2023	BWR A4 (Continues to be in ISSUER NOT COOPERATING* category/Reaffirmed)	07 Apr 2023	BWR A4 ISSUER NOT COOPERATING* /Downgrade
Non-Fund Based	ST	2.00	BWR A4 ISSUER NOT COOPERATING* /Reaffirmed	06 Aug 2025	BWR A4 removal from ISSUER NOT COOPERATING* category/Reaffirmed	03 Apr 2025	BWR A4 (Continues to be in ISSUER NOT COOPERATING* category/Reaffirmed)	06Nov2023	BWR A4 (Continues to be in ISSUER NOT COOPERATING* category/Reaffirmed)	07 Apr 2023	BWR A4 ISSUER NOT COOPERATING* /Downgrade
NFB SubLimit	ST	(87.00)	BWR A4 ISSUER NOT COOPERATING* /Reaffirmed	06 Aug 2025	BWR A4 removal from ISSUER NOT COOPERATING* category/Reaffirmed	03 Apr 2025	BWR A4 (Continues to be in ISSUER NOT COOPERATING* category/Reaffirmed)	06Nov2023	BWR A4 (Continues to be in ISSUER NOT COOPERATING* category/Reaffirmed)	07 Apr 2023	BWR A4 ISSUER NOT COOPERATING* /Downgrade
Non-Fund Based	ST	13.00	BWR A4 ISSUER NOT COOPERATING* /Reaffirmed	06 Aug 2025	BWR A4 Assignment	NA	NA	NA	NA	NA	NA
NFB SubLimit	ST	(13.05)	BWR A4 ISSUER NOT COOPERATING* /Reaffirmed	06 Aug 2025	BWR A4 Assignment	NA	NA	NA	NA	NA	NA
Grand Total		**102.00**	**(Rupees One Hundred Two Crores Only)**								

Hyperlink/Reference to applicable Criteria

- General Criteria
- Approach to financial ratios
- Short Term Debt
- Manufacturing Company

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ANNEXURE I

Rai Metal Works Pvt. Ltd.

Details of Bank Loan Facilities rated by BWR

Sl. No.	Name of the Bank/Lender	Type of Facilities	Tenure	Long Term (Rs.Crs.)	Short Term (Rs.Crs.)	Total (Rs. Crs.)	Complexity of the Instrument
1	State Bank Of India (SBI)	Sub-Limit (Cash credit) -Sanctioned	Long Term	(13.05)	-	(13.05)	Simple
2	State Bank Of India (SBI)	Sub-Limit (Cash Credit) -Sanctioned	Long Term	(13.05)	-	(13.05)	Simple
3	State Bank Of India (SBI)	Sub-Limit (Cash Credit) -Sanctioned	Long term	(1.95)	-	(1.95)	Simple
4	State Bank Of India (SBI)	Foreign Letter of Credit (FLC) -Sanctioned	Short Term	-	87.00	87.00	Simple
5	State Bank Of India (SBI)	Credit Exposure Limit (CEL) -Sanctioned	Short Term	-	2.00	2.00)	Simple
6	State Bank Of India (SBI)	Sub-Limit (Standby Letter of Credit (SBLC) -Sanctioned	Short Term	-	(87.00)	(87.00)	Simple
7	State Bank Of India (SBI)	Standby line of Credit (SLC) -Sanctioned	Short Term	-	13.00	13.00	Simple
8	State Bank Of India (SBI)	Sub-Limit (Letter of Credit) -Sanctioned	Short Term	-	(13.05)	(13.05)	Simple
Total				**0.00**	**102.00**	**102.00**	
Total (Rupees One Hundred Two Crores Only)							

*For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

ANNEXURE II

INSTRUMENT (NCD/Bonds/CP/FDs) DETAILS

Instrument	Issue Date	Amount Rs. Crs.	Coupon Rate	Maturity Date	ISIN Particulars	Complexity of the instrument
Nil	Nil	Nil	Nil	Nil	Nil	Nil

ANNEXURE III

List of entities consolidated

Name of Entity	% ownership	Extent of consolidation	Rationale for consolidation
Nil	Nil	Nil	Ni

Annexure IV : List of instruments and names of regulators of the instruments

A.	Rating activities	
Sr. No.	Instrument / activity Name	Regulator of the instruments
1	Listed/Proposed to be listed bonds/debentures/preference share (all securities)	SEBI
2	Unlisted/Proposed to be unlisted Bonds/Debentures/ Preference share (all securities)	MCA
3	Listed PTCs / Securitisation Notes (originated by entities regulated by RBI)* $	RBI
4	Listed PTCs / Securitisation Notes (originated by entities not regulated by RBI)*	SEBI
5	Unlisted PTCs / Securitisation Notes (originated by entities regulated by RBI)*	RBI
6	Listed Commercial Paper and NCDs with original maturity less than 1 year	RBI
7	Unlisted Commercial Paper and NCDs with original maturity less than 1 year	RBI
8	Loan Facilities (Fund/Non-Fund Based) from Bank/NBFCs/NHB/FIs ^	RBI
9	External Commercial Borrowings and other similar borrowings	RBI
10	Certificates of Deposit	RBI
11	Fixed Deposits raised by NBFCs,HFCs, FIs	RBI
12	Fixed Deposits raised by corporates other than NBFCs, Banks, HFCs, FIs	MCA
13	Inter Corporate Deposits/Loans extended by Corporates	MCA
14	Borrowing programme ~	-
15	Issuer Ratings #	-
16	Credit Ratings for Capital Protection Oriented Schemes (by Mutual Funds and AIFs)	SEBI
17	Credit quality ratings (CQRs) for Mutual Fund Schemes and Schemes of AIFs	SEBI
18	Listed Security Receipts $	RBI
19	Unlisted Security Receipts	RBI
20	Independent Credit Evaluation (ICE)	RBI
21	Expected Loss Ratings (Listed/Proposed to be listed bonds/debentures/preference share (all securities))	SEBI
22	Expected Loss Ratings (Unlisted/Proposed to be unlisted Bonds/Debentures/ Preference share (all securities))	MCA

23	Unlisted PTCs / Securitisation Notes (originated by entities not regulated by RBI) *	Investor-side regulator such as IRDAI, PFRDA @

*** Includes securitisation transactions involving assignee payout, acquirer's payout.**

~ The rated instrument may involve issuance of different instruments such as debt securities (listed or otherwise), bank loans, commercial paper (listed or otherwise), etc. The regulator of the instrument may accordingly be SEBI, RBI or MCA and can only be determined upon issuance. In PRs subsequent to issuance(s), Brickwork Ratings India Private Limited shall separately capture the rated quantum details along with names of respective regulators.

^ Includes bank facilities such as liquidity facility, second loss facility that are part of securitisation transactions.

 # There is no instrument being rated and hence, Regulator of the Instrument is not applicable. The rating scale and definitions are being followed as stipulated in SEBI Master Circular for CRAs.

@ These ratings were assigned during regulatory regime prior to introduction of SEBI CRA Circular dated Feb 10, 2026 and the investor side regulators have accordingly been included.

$ By virtue of the instrument being listed, SEBI acts as the regulator for listing and related issues.

Note: Kindly note that for activities or instruments falling under the purview of FSRs other than SEBI, the grievance/dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available.

B	Other Activities	Regulator of the Instruments
1	Monitoring Agencies	SEBI
2	Research activities incidental to rating such as research for Economy, Industries and Companies *	NA

***permitted by SEBI vide SEBI Master Circular for CRAs**

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Brickwork offers credit ratings of Bank Loan, Non- convertible / convertible / partially convertible debentures and other capital market instruments and bonds, Commercial Paper, perpetual bonds, asset-backed and mortgage-backed securities, partial guarantees and other structured / credit enhanced debt instruments, Security Receipts, Securitisation Products, Municipal Bonds, etc. BWR has also rated NGOs, Educational Institutions, Hospitals, Urban Local Bodies and Municipal Corporations.

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