

## Press Release

### Mukti Gold Private Limited

July 25, 2019

### Rating Withdrawn



<b>Total Bank Facilities Rated*</b>	Rs.7.50 Cr.
<b>Long Term Rating</b>	ACUITE BB (Withdrawn)

\* Refer Annexure for details

### Rating Rationale

Acuite has withdrawn long-term rating of '**ACUITE BB**' (read as **ACUITE double B**) on the Rs.7.50 crore of bank facilities of Mukti Gold Private Limited (MGPL). The rating withdrawal is in accordance with the Acuite's 'policy on withdrawal of rating'.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

MGPL was established as a proprietorship concern in 2001 and converted into a private limited company in April 2012. MGPL is promoted by Mr. Dinesh Jain and Mr. Mahendra Jain. The company undertakes manufacturing and trading of gold and diamond-studded jewellery. MGPL does not have its own processing unit. The company outsources the processing activity to job workers in Mumbai.

### Analytical Approach

Acuite has considered the standalone financial and business risk profiles of MGPL to arrive at the rating.

### About the Rated Entity - Key Financials

	Unit	FY19 (Provisional)	FY18 (Actual)	FY17 (Actual)
Operating Income	Rs. Cr.	265.74	228.31	137.06
EBITDA	Rs. Cr.	7.17	7.18	4.14
PAT	Rs. Cr.	4.72	3.12	2.01
EBITDA Margin	(%)	2.70	3.15	3.02
PAT Margin	(%)	1.78	1.37	1.47
ROCE	(%)	15.42	19.58	20.15
Total Debt/Tangible Net Worth	Times	2.03	2.84	2.37
PBDIT/Interest	Times	3.09	2.97	3.84
Total Debt/PBDIT	Times	4.50	4.44	5.01
Gross Current Assets (Days)	Days	64	81	123

### Status of non-cooperation with previous CRA (if applicable)

Not applicable

### Any other information

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

### Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-6.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.htm>

### Note on complexity levels of the rated instrument

<https://www.acuite.in/criteria-complexity-levels.htm>

### Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
06-Oct-18	Cash Credit	Long Term	5.00	ACUITE BB (Indicative)
	Proposed Cash Credit	Long Term	2.50	ACUITE BB (Indicative)
09-Feb-17	Cash Credit	Long Term	5.00	ACUITE BB (Indicative)
	Proposed Cash Credit	Long Term	2.50	ACUITE BB (Indicative)
28-Sep-2015	Cash Credit	Long Term	5.00	ACUITE BB/ Stable (Upgraded)
	Proposed Cash Credit	Long Term	2.50	ACUITE BB/ Stable (Upgraded)
30-Jan-2015	Cash Credit	Long Term	5.00	ACUITE BB-/ Stable (Assigned)
	Proposed Cash Credit	Long Term	2.50	ACUITE BB-/ Stable (Assigned)

### \*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB (Withdrawn)
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.50	ACUITE BB (Withdrawn)

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### About Acuité Ratings & Research:

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