

Press Release

Ruby Ceramics Private Limited

April 25, 2019

Rating Withdrawn



Total Instruments Rated*	Rs. 12.91 Cr.
Long Term Rating	ACUITE BB+ (Withdrawn)
Short Term Rating	ACUITE A4+ (Withdrawn)

* Refer Annexure for details

Rating Rationale

Acuite has withdrawn the long term rating of '**ACUITE BB+**' (read as **ACUITE double B plus**) and short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) to the Rs. 12.91 crore bank facilities of Ruby Ceramics Private Limited (RCPL). 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The rating is being withdrawn on account of request received from the company and NOC received from the banker.

The Ruby Group, comprising Four Field (FF), Ruby Ceramics Private Limited (RCPL) and Milled Zircon India Private Limited (MZIPL), is engaged in the processing of zirconium silicate. The group is headed by Mr. Rajvinder Singh Dhami and Mr. Jasvinder Singh Dhami. The manufacturing plant is located at Bhosari in Pune (Maharashtra) and has a crushing capacity of 15,000 tonnes per annum.

Analytical Approach

Acuite has considered the consolidated financial and business risk profiles of RCPL, Milled Zircon India Pvt. Ltd. and Four Field (FF) together referred as Ruby Group. The consolidation is in view of common ownership and operational synergies within the group. Extent Consolidation: Full

About the Rated Entity Financials

	Unit	FY18 (Actual)	FY17 (Actual)	FY16 (Actual)
Operating Income	Rs. Cr.	100.32	78.98	68.47
EBITDA	Rs. Cr.	10.12	5.94	3.49
PAT	Rs. Cr.	5.15	1.84	0.38
EBITDA Margin	(%)	10.09	7.53	5.10
PAT Margin	(%)	5.13	2.33	0.55
ROCE	(%)	28.27	19.06	23.70
Total Debt/Tangible Net Worth	Times	1.52	2.01	1.23
PBDIT/Interest	Times	5.13	2.38	1.38
Total Debt/PBDIT	Times	2.25	3.36	3.86
Gross Current Assets (Days)	Days	119	119	100

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

None

Any other information

None

Applicable Criteria

- Manufacturing entities- <https://www.acuite.in/view-rating-criteria-4.htm>
- Application of Financial Ratios and Adjustments: <https://www.acuite.in/view-rating-criteria-20.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-17.htm>
- Consolidation of companies : <https://www.acuite.in/view-rating-criteria-22.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
05 -Mar -19	Cash Credit	Long Term	6.91	ACUITE BB+ Issuer not co-operating*
	Letter of Credit	Short Term	6.00^	ACUITE A4+ Issuer not co-operating*
09-Jan-2018	Cash Credit	Long Term	6.91	ACUITE BB+ Issuer not co-operating*
	Letter of Credit	Short Term	6.00^	ACUITE A4+ Issuer not co-operating*
07-Oct-2016	Cash Credit	Long Term	6.91	ACUITE BB+ /Stable (Reaffirmed)
	Letter of Credit	Short Term	6.00^	ACUITE A4+ /Stable (Reaffirmed)

^Includes sublimit of Bank of Guarantee of Rs.1.15 crore and fully interchangeable with buyer's credit.

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	6.91	ACUITE BB+ (Withdrawn)
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	6.00^	ACUITE A4+ (Withdrawn)

^Includes sublimit of Bank Guarantee to the extent of Rs. 1.50 crore and Credit Exposure Limit to the extent of Rs. 0.85 crore.

Contacts

Analytical	Rating Desk
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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (erstwhile SMERA Ratings Limited) is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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