

Press Release

Logart Ceramic Private Limited

December 26, 2018

Rating Withdrawn



| | |
|---------------------------------|--------------------------|
| Total Instruments Rated* | Rs. 11.65 Cr. |
| Long Term Rating | ACUITE B+ (Withdrawn) |
| Short Term Rating | ACUITE A4 (Withdrawn) |

* Refer Annexure for details

Rating Rationale

Acuite has withdrawn the long term rating of '**ACUITE B+**' (read as **ACUITE B plus**) and short term rating of '**ACUITE A4**' (read as **ACUITE A four**) to the Rs. 11.65 crore bank facilities of Logart Ceramic Private Limited (LCPL). 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The rating is being withdrawn on account of request received from the company and NOC received from the banker.

LCPL, incorporated in March 2014, is set up to manufacture glazed ceramic wall tiles. LCPL is promoted by four promoters, namely, Mr. Nileshbhai Detroja, Mr. Manishkumar Bhalodia, Mr. Bharatbhai Panara and Mr. Piyushkumar Fefar who look after the entire operations of the company.

Analytical Approach

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

About the Rated Entity Financials

| | Unit | FY18 (Actual) | FY17 (Actual) | FY16 (Actual) |
|-------------------------------|---------|---------------|---------------|---------------|
| Operating Income | Rs. Cr. | 23.35 | 18.04 | 10.90 |
| EBITDA | Rs. Cr. | 3.11 | 2.91 | 2.83 |
| PAT | Rs. Cr. | 0.27 | (0.03) | (0.15) |
| EBITDA Margin | (%) | 13.31 | 16.11 | 25.93 |
| PAT Margin | (%) | 1.16 | (0.19) | (1.36) |
| ROCE | (%) | 10.96 | 7.82 | 7.41 |
| Total Debt/Tangible Net Worth | Times | 0.82 | 0.95 | 1.11 |
| PBDIT/Interest | Times | 2.24 | 2.44 | 2.52 |
| Total Debt/PBDIT | Times | 2.13 | 2.53 | 2.95 |
| Gross Current Assets (Days) | Days | 242 | 263 | 359 |

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>
- Financial Ratios and Adjustments: <https://www.acuite.in/view-rating-criteria-20.htm>
- Default Recognition:<https://www.acuite.in/view-rating-criteria-17.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 |
|-------------|--------------------------------|------------|--------------------|-------------------------------|
| 26-Apr-2018 | Term Loan | Long Term | 7.00 | ACUITE B+ /Stable (Upgraded) |
| | Cash Credit | Long Term | 3.00 | ACUITE B+ /Stable (Assigned) |
| | Bank Guarantee | Short Term | 1.65 | ACUITE A4 (Reaffirmed) |
| 24-Feb-2018 | Term Loan | Long Term | 7.00 | ACUITE B (Indicative) |
| | Cash Credit | Long Term | 3.00 | ACUITE B (Indicative) |
| | Bank Guarantee | Short Term | 1.65 | ACUITE A4 (Indicative) |
| 19-Dec-2016 | Term Loan | Long Term | 7.00 | ACUITE B /Stable (Reaffirmed) |
| | Cash Credit | Long Term | 3.00 | ACUITE B /Stable (Reaffirmed) |
| | Bank Guarantee | Short Term | 1.65 | ACUITE A4 (Reaffirmed) |

***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 | 3.00 | ACUITE B+ (Withdrawn) |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 7.00 | ACUITE B+ (Withdrawn) |
| Bank Guarantee | Not Applicable | Not Applicable | Not Applicable | 1.65 | ACUITE A4 (Withdrawn) |

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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