

Press Release

SP Coal Resources Private Limited

May 21, 2019



Rating Withdrawn

Total Bank Facilities Rated*	Rs. 22.00 Cr.
Long Term Rating	ACUITE B+ (Withdrawn)
Short Term Rating	ACUITE A4 (Withdrawn)

*Refer Annexure for details

Rating Rationale

Acuité has withdrawn the long term rating of '**ACUITE B' (read as ACUITE B plus)**' and the short term rating of '**ACUITE A4' (read as ACUITE A four)**' on the Rs. 22.00 crore bank facilities of SP Coal Resources Private Limited (SPCR). The rating withdrawal is in accordance with the Acuité's 'policy on withdrawal of rating'.

The rating is being withdrawn on account of request received from the company and NOC from the banker.

SPCR was incorporated in 1998 as a partnership firm by Ms. Sudha Prasath and later, converted into private limited in 2010. The company is engaged in the trading of coal and PVC compound.

Analytical approach

Acuité has considered the standalone business and financial risk profile of SPCR.

About the Rated Entity Financials

	Unit	FY18 (Actual)	FY17 (Actual)	FY16 (Actual)
Operating Income	Rs. Cr.	66.33	45.09	72.66
EBITDA	Rs. Cr.	2.13	1.20	2.01
PAT	Rs. Cr.	0.48	0.31	0.44
EBITDA Margin	(%)	3.22	2.66	2.76
PAT Margin	(%)	0.72	0.68	0.61
ROCE	(%)	15.78	12.17	15.73
Total Debt/Tangible Net Worth	Times	0.44	0.60	0.85
PBDIT/Interest	Times	1.53	1.38	1.56
Total Debt/PBDIT	Times	1.85	2.80	3.49
Gross Current Assets (Days)	Days	227	343	186

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

None

Any other information

None

Applicable Criteria

- Trading Entities: <https://www.acuite.in/view-rating-criteria-6.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>

Note on complexity levels of rated instrument
<https://www.acuite.in/criteria-complexity-levels.htm>

Rating History (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
07-Jan-2019	Cash Credit	Long Term	3.00	ACUITE B+ / Stable (Downgraded)
	Letter of Credit	Short Term	15.00	ACUITE A4 (Downgraded)
	Proposed Letter of Credit	Short Term	6.00	ACUITE A4 (Downgraded)
05-Jun-2018	Cash Credit	Long Term	3.00	ACUITE BB- (Indicative)
	Letter of Credit	Short Term	15.00	ACUITE A4+ (Indicative)
	Proposed Letter of Credit	Short Term	6.00	ACUITE A4+ (Indicative)
26-Jul-2017	Cash Credit	Long Term	3.00	ACUITE BB- / Stable (Downgraded)
	Letter of Credit	Short Term	15.00	ACUITE A4+ (Downgraded)
	Proposed Letter of Credit	Short Term	6.00	ACUITE A4+ (Downgraded)
15-Dec-2015	Cash Credit	Long Term	3.00	ACUITE BB / Stable (Assigned)
	Letter of Credit	Short Term	15.00	ACUITE A4+ (Assigned)
	Proposed Letter of Credit	Short Term	6.00	ACUITE A4+ (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	3.00	ACUITE B+ (Withdrawn)
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE A4 (Withdrawn)
Proposed Letter of Credit	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE A4 (Withdrawn)

Contacts

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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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