

## Press Release

### Zenium Cables Limited

November 22, 2019

### Rating Withdrawn



<b>Total Bank Facilities Rated*</b>	Rs. 29.17 Cr.
<b>Long Term Rating</b>	ACUITE BB (Withdrawn)
<b>Short Term Rating</b>	ACUITE A4+ (Withdrawn)

\* Refer Annexure for details

### Rating Rationale

Acuite has withdrawn the long-term rating of '**ACUITE BB**' (read as **ACUITE double B**) and short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 29.17 crore bank facilities of ZENIUM CABLES LIMITED (ZCL).

The Mumbai based, ZCL was incorporated in 1992 as a proprietary concern and converted to a private limited company in 2007. The company is engaged in the manufacture and distribution of low tension (LT) power and control cables such as cross-linked polyethylene (XLPE) cables, polyvinyl chloride (PVC) cables and co-axial cables. The manufacturing facility is located at Valsad (Gujarat). The company caters to Gujarat and Maharashtra State Electricity Boards and also private players such as Hi-tech Electrifications Private Limited, Bharat Electricals Contractors and Manufacturers Private Limited and Larson and Toubro Limited.

### Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Financial Ratios and Adjustments - <https://www.acuite.in/view-rating-criteria-20.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.htm>

### About the Rated Entity - Key Financials

	Unit	FY19 (Actual)	FY18 (Actual)	FY17 (Actual)
Operating Income	Rs. Cr.	55.07	56.69	62.14
EBITDA	Rs. Cr.	4.50	3.09	2.72
PAT	Rs. Cr.	0.55	0.43	0.41
EBITDA Margin	(%)	8.17	5.45	4.38
PAT Margin	(%)	1.00	0.76	0.66
ROCE	(%)	14.09	11.98	13.64
Total Debt/Tangible Net Worth	Times	2.86	4.13	3.94
PBDIT/Interest	Times	1.43	1.47	1.54
Total Debt/PBDIT	Times	4.95	6.11	6.12
Gross Current Assets (Days)	Days	205	198	178

### 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.

**Rating History (Upto last three years)**

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
16-Nov-2018	Cash Credit	Long Term	13.00	ACUITE BB/Stable (Reaffirmed)
	Bills Discounting	Short Term	1.00	ACUITE A4+ (Reaffirmed)
	Letter of Credit	Short Term	10.00	ACUITE A4+ (Reaffirmed)
	Term Loan	Long Term	1.57	ACUITE BB/Stable (Reaffirmed)
	Term Loan	Long Term	3.60	ACUITE BB/Stable (Assigned)
31-Oct-2017	Cash Credit	Long Term	10.00	ACUITE BB/Stable (Reaffirmed)
	Bills Discounting	Short Term	1.00	ACUITE A4+ (Reaffirmed)
	Letter of Credit	Short Term	6.00	ACUITE A4+ (Reaffirmed)
	Term Loan	Long Term	2.17	ACUITE BB/Stable (Assigned)
31-May-2016	Cash Credit	Long Term	6.50	ACUITE BB/Stable (Assigned)
	Bills Discounting	Short Term	1.00	ACUITE A4+ (Assigned)
	Letter of Credit	Short Term	4.00	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/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	13.00	ACUITE BB (Withdrawn)
Bills Discounting	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4+ (Withdrawn)
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE A4+ (Withdrawn)
Term Loan	Not Applicable	Not Applicable	Not Applicable	1.57	ACUITE BB (Withdrawn)
Term Loan	Not Applicable	Not Applicable	Not Applicable	3.60	ACUITE BB (Withdrawn)

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**About Acuite Ratings & Research:**

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