

Press Release

Zeal Aqua Limited

December 07, 2018

Rating Withdrawn



Total Instruments Rated*	Rs. 91.00 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Long Term Rating	ACUITE BB+ (Withdrawn)
Short Term Rating	ACUITE A4+ (Withdrawn)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Acuite has withdrawn the long term rating of '**ACUITE BB+**' (read as **ACUITE double B plus**) and short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) to the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. 91.00 crore bank facilities of Zeal Aqua Limited (ZAL). 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The rating is being withdrawn on account of request received from the company and NOC received from the banker.

Zeal Aqua Limited (ZAL), incorporated in 2009, is a Surat-based company promoted by Mr. Pradip R Navik, Mr. Shantilal Patel and Mr. Rohan Navik. The company is engaged in the cultivation of shrimp (Black Tiger and Vannamei).

Analytical Approach

Acuite has considered the standalone financial and business risk profiles of the company.

About the Rated Entity Financials

	Unit	FY18 (Actual)	FY17 (Actual)	FY16 (Actual)
Operating Income	Rs. Cr.	177.90	174.59	121.29
EBITDA	Rs. Cr.	22.13	9.26	9.07
PAT	Rs. Cr.	4.19	1.78	1.91
EBITDA Margin	(%)	12.44	5.30	7.48
PAT Margin	(%)	2.35	1.02	1.57
ROCE	(%)	14.10	10.03	11.19
Total Debt/Tangible Net Worth	Times	1.55	0.79	1.17
PBDIT/Interest	Times	2.62	2.16	2.02
Total Debt/PBDIT	Times	3.37	3.93	3.40
Gross Current Assets (Days)	Days	156	87	108

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
28-Oct-2017	Cash Credit	Long Term	54.00	ACUITE BB+ /Stable (Upgraded)
	Cash Credit	Long Term	16.00	ACUITE BB+ /Stable (Assigned)
	Term Loan I	Long Term	7.00	ACUITE BB+ /Stable (Assigned)
	Term Loan II	Long Term	6.00	ACUITE BB+ /Stable (Assigned)
	Term Loan III	Long Term	7.00	ACUITE BB+ /Stable (Assigned)
	Bank Guarantee	Short Term	1.00	ACUITE A4+ (Assigned)
02-Nov-2016	Cash Credit	Long Term	45.00	ACUITE BB /Stable (Reaffirmed)
07-Aug-2015	Cash Credit	Long Term	45.00	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. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	54.00	ACUITE BB+ (Withdrawn)
Cash Credit	Not Applicable	Not Applicable	Not Applicable	16.00	ACUITE BB+ (Withdrawn)
Term Loan	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE BB+ (Withdrawn)
Term Loan	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE BB+ (Withdrawn)
Term Loan	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE BB+ (Withdrawn)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4+ (Withdrawn)

Contacts

Analytical	Rating Desk
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About Acuite Ratings & Research:

Acuite Ratings & Research Limited (erstwhile SMERA Ratings Limited)

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