

Press Release

Goal Closures (GC)

December 03, 2018

Rating Update



Total Bank Facilities Rated*	Rs. 33.50 Cr. #
Long Term Rating	ACUITE BBB- Issuer not co-operating*
Short Term Rating	ACUITE A3 Issuer not co-operating*

Refer Annexure for details

* The issuer did not co-operate; Based on best available information.

Acuite has reviewed long-term rating of „**ACUITE BBB-**“ (read as **ACUITE triple B minus**) and short term rating of '**ACUITE A3**' (read as **ACUITE A three**) on the Rs. 33.50 crore bank facilities of Goal Closures (GC). This rating is now an indicative rating and is based on best available information.

Established as a partnership firm in 2007 by Mrs. R. Vichitra and Mr. V. Ponnuswamy, GC is engaged in the manufacture of aluminium caps used in the liquor and pharmaceutical industries. The firm has an installed capacity of 150 crore caps per year with manufacturing facilities located at Coimbatore. The average capacity utilisation of the firm stood at ~90 per cent in FY2017.

Non-cooperation by the issuer/borrower

Acuite has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer / borrower failed to submit such information before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>

Limitation regarding information availability

The rating is based on information available from sources other than the issuer / borrower (in the absence of information provided by the issuer / borrower). Acuite endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity - Key Financials

	Unit	FY17 (Actual)	FY16 (Actual)	FY15 (Actual)
Operating Income	Rs. Cr.	86.57	72.74	63.52
EBITDA	Rs. Cr.	5.10	3.83	2.33
PAT	Rs. Cr.	3.25	2.20	0.94
EBITDA Margin	(%)	5.89	5.26	3.66
PAT Margin	(%)	3.76	3.03	1.48
ROCE (%)	(%)	15.03	14.99	9.12
Total Debt/Tangible Net Worth	Times	0.67	0.77	0.56
PBDIT/Interest	Times	3.57	3.21	2.39
Total Debt/PBDIT	Times	2.98	2.77	3.23
Gross Current Assets (Days)	Days	159	111	114

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

None

Any other information

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
23-Oct-2017	Open Cash Credit	Long Term	20.00 [^]	ACUITE BBB- / Stable (Reaffirmed)
	Term Loan	Long Term	2.67	ACUITE BBB- / Stable (Assigned)
	Bank Guarantee	Short Term	1.59	ACUITE A3 (Assigned)
	One time Letter of Credit	Short Term	6.34	ACUITE A3 (Assigned)
	Inland Letter of Credit / Foreign Letter of Credit	Short Term	2.90\$	ACUITE A3 (Reaffirmed)
29-Nov-2016	Open Cash Credit	Long Term	10.00	ACUITE BBB- / Stable (Assigned)
	Inland Letter of Credit / Foreign Letter of Credit	Short Term	2.00	ACUITE A3 (Assigned)

[^]Enhanced from Rs. 10.00 crore

^{\$}Enhanced from Rs. 2.00 crore

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Open Cash Credit	Not Applicable	Not Applicable	Not Applicable	20.00 [^]	ACUITE BBB- Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	2.67	ACUITE BBB- Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	1.59	ACUITE A3 Issuer not co-operating*
One time Letter of Credit	Not Applicable	Not Applicable	Not Applicable	6.34	ACUITE A3 Issuer not co-operating*
Inland Letter of Credit / Foreign Letter of Credit	Not Applicable	Not Applicable	Not Applicable	2.90\$	ACUITE A3 Issuer not co-operating*

*The issuer did not co-operate; Based on best available information.

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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