

## Press Release

### BINA TUBE PRIVATE LIMITED

May 23, 2019



### Rating Withdrawn

<b>Total Bank Facilities Rated*</b>	Rs. 12.86 Cr.
<b>Long Term Rating</b>	ACUITE B- (Withdrawn)
<b>Short Term Rating</b>	ACUITE A4 (Withdrawn)

\* Refer Annexure for details

### Rating Rationale

Acuité has withdrawn long-term rating of '**ACUITE B-**' (**read as ACUITE B minus**) and short term rating of '**ACUITE A4**' (**read as ACUITE A four**) on the Rs. 12.86 crore bank facilities of BINA TUBE PRIVATE LIMITED (BTPL).

The rating is being withdrawn on account of request received from the company and NOC received from the bankers.

Jamshedpur based, Bina Tube Private Limited (BTPL) was incorporated in 2012. BTPL (erstwhile Bina tube division) is a tube division of Bina metal Way Private Limited which got incorporated in 1986. The Directors of the company are Mr. Probal Mukherjee and Mr. Pradeep Mukherjee. BTPL is the sole conversion agent for TATA Steel Limited engaged in manufacturing of ERW steel tubes. The manufacturing facility is located in Jamshedpur with an installed capacity of 5000 metric tons per month with ~70 percent utilisation.

### Analytical Approach

Acuité has considered the standalone financial and business risk profiles of BTPL to arrive at the rating.

### About the Rated Entity - Key Financials

	Unit	FY18 (Actual)	FY17 (Actual)	FY16 (Actual)
Operating Income	Rs. Cr.	10.29	9.17	8.11
EBITDA	Rs. Cr.	2.91	2.75	2.82
PAT	Rs. Cr.	1.11	0.54	(0.11)
EBITDA Margin	(%)	28.26	29.93	34.78
PAT Margin	(%)	10.77	5.84	(1.34)
ROCE	(%)	16.69	16.19	32.49
Total Debt/Tangible Net Worth	Times	2.13	2.97	5.03
PBDIT/Interest	Times	3.73	3.27	2.81
Total Debt/PBDIT	Times	2.44	2.33	2.90
Gross Current Assets (Days)	Days	95	93	106

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

Not applicable

### Any other information

None

### Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.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. Cr.)	Ratings/Outlook
15-Nov-2018	Term Loan	Long Term	2.03	ACUITE B-/ Stable (Upgraded from ACUITE D)
	Proposed Long Term Loan	Long Term	2.51	ACUITE B-/ Stable (Upgraded from ACUITE D)
	Cash Credit	Long Term	2.00	ACUITE B-/ Stable (Upgraded from ACUITE D)
	Term Loan	Long Term	5.52	ACUITE B-/ Stable (Upgraded from ACUITE D)
	Bank Guarantee	Short Term	0.80	ACUITE A4 (Upgraded from ACUITE D)
12-Sept-2018	Term Loan	Long Term	2.13	ACUITE D (Downgraded from ACUITE B+)
	Proposed Long Term Loan	Long Term	2.41	ACUITE D (Downgraded from ACUITE B+)
	Cash Credit	Long Term	2.00	ACUITE D (Downgraded from ACUITE B+)
	Term Loan	Long Term	5.52	ACUITE D (Assigned)
	Bank Guarantee	Short Term	0.80	ACUITE D (Downgraded from ACUITE A4)
21-Jul-2017	Cash Credit	Long Term	2.00	ACUITE B+ / Stable (Assigned)
	Proposed Long Term Loan	Long Term	7.36	ACUITE B+ / Stable (Assigned)
	Term Loan	Long Term	3.00	ACUITE B+ / Stable (Assigned)
	Bank Guarantee	Short Term	0.50	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
Term Loan	Not Applicable	Not Applicable	Not Applicable	2.03	ACUITE B- (Withdrawn)
Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	2.51	ACUITE B- (Withdrawn)
Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE B- (Withdrawn)
Term Loan	Not Applicable	Not Applicable	Not Applicable	5.52	ACUITE B- (Withdrawn)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.80	ACUITE A4 (Withdrawn)

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### About Acuité Ratings & Research:

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