

Press Release

G M S Processors Private Limited

January 17, 2019

Rating Update



Total Bank Facilities Rated*	Rs. 24.95 Cr. #
Long Term Rating	ACUITE BB- Issuer not co-operating*
Short Term Rating	ACUITE A4+ 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 BB-**' (read as **ACUITE double B minus**) and short term rating of '**ACUITE A4+**' (read as '**ACUITE A four plus**') on the Rs. 24.95 crore bank facilities of G M S PROCESSORS PRIVATE LIMITED (GPPL). This rating is now an indicative rating and is based on best available information.

The Tamil Nadu based, GPPL is engaged in the dyeing of fabrics. Established by Mr. Govind C Karani and others, the company has capacity of 22 tonnes per annum.

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/criteria-manufacturing.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/criteria-fin-ratios.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.	34.93	32.68	27.63
EBITDA	Rs. Cr.	6.04	6.64	5.20
PAT	Rs. Cr.	1.90	2.70	1.69
EBITDA Margin	(%)	17.29	20.33	18.83
PAT Margin	(%)	5.43	8.27	6.13
ROCE (%)	(%)	18.88	24.18	20.81
Total Debt/Tangible Net Worth	Times	0.45	0.53	0.81
PBDIT/Interest	Times	5.72	6.92	6.84
Total Debt/PBDIT	Times	1.12	1.05	1.62
Gross Current Assets (Days)	Days	132	129	128

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

None

Any other information

Acuité 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
21-Nov-2017	Cash Credit	Long Term	2.00	ACUITE BB- / Stable (Reaffirmed)
	Term Loan	Long Term	0.60	ACUITE BB- / Stable (Reaffirmed)
	Term Loan	Long Term	2.70	ACUITE BB- / Stable (Reaffirmed)
	Term Loan	Long Term	0.27	ACUITE BB- / Stable (Reaffirmed)
	Term Loan	Long Term	1.31	ACUITE BB- / Stable (Reaffirmed)
	Term Loan	Long Term	0.14	ACUITE BB- / Stable (Reaffirmed)
	Term Loan	Long Term	1.46	ACUITE BB- / Stable (Reaffirmed)
	Bank Guarantee	Short Term	0.14	ACUITE A4+ (Reaffirmed)
	Proposed Term Loan	Long Term	14.05	ACUITE BB- / Stable (Reaffirmed)
	Proposed Cash Credit	Long Term	1.95	ACUITE BB- / Stable (Assigned)
	Proposed Bank Facility	Long Term	0.33	ACUITE BB- / Stable (Reaffirmed)
26-Jul-2017	Cash Credit	Long Term	2.00	ACUITE BB- / Stable (Assigned)
	Term Loan	Long Term	0.60	ACUITE BB- / Stable (Assigned)
	Term Loan	Long Term	2.70	ACUITE BB- / Stable (Assigned)
	Term Loan	Long Term	0.27	ACUITE BB- / Stable (Assigned)
	Term Loan	Long Term	1.31	ACUITE BB- / Stable (Assigned)
	Term Loan	Long Term	0.14	ACUITE BB- / Stable (Assigned)
	Term Loan	Long Term	1.46	ACUITE BB- / Stable (Assigned)
	Bank Guarantee	Short Term	0.14	ACUITE A4+ (Assigned)
	Proposed Long Term Loan	Long Term	14.05	ACUITE BB- / Stable (Assigned)
	Proposed Bank Facility	Long Term	0.33	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.Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE BB- Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	0.60	ACUITE BB- Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	2.70	ACUITE BB- Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	0.27	ACUITE BB- Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	1.31	ACUITE BB- Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	0.14	ACUITE BB- Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	1.46	ACUITE BB- Issuer not co-operating*
Bank guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	0.14	ACUITE A4+ Issuer not co-operating*
Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	14.05	ACUITE BB- Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.95	ACUITE BB- Issuer not co-operating*
Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.33	ACUITE BB- Issuer not co-operating*

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

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About Acuité Ratings & Research:

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