

Press Release

Alam Tannery Private Limited

May 31, 2019

Rating Withdrawn



Total Bank Facilities Rated*	Rs. 33.50 Cr. #
Long Term Rating	ACUITE B- (Withdrawn)
Short Term Rating	ACUITE A4 (Withdrawn)

* Refer Annexure for details

Rating Rationale

Acuite has withdrawn long term rating of '**ACUITE B-**' (read as **ACUITE B minus**) and short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 33.50 Crore bank facilities of Alam Tannery Private Limited (ATPL). The rating withdrawal is in accordance with Acuite's 'Policy on Withdrawal of Ratings'. The rating stands withdrawn on receipt of request from the client as well as banker. The company has submitted a withdrawal request to Acuite along with a 'No Objection Certificate' from the banker.

Established in 1920 as a proprietary concern, Kolkata based ATPL was subsequently converted into a private limited company in 1983. The company processes raw leather hides and manufactures leather upholstery and industrial gloves. ATPL exports more than 50 percent of its produce to Italy and United Kingdom along with catering to the local market in Kolkata.

About the Rated Entity - Key Financials

	Unit	FY18 (Actual)	FY17 (Actual)	FY16 (Actual)
Operating Income	Rs. Cr.	46.12	24.21	38.56
EBITDA	Rs. Cr.	4.58	5.21	5.62
PAT	Rs. Cr.	0.28	0.13	0.35
EBITDA Margin	(%)	9.92	21.53	14.58
PAT Margin	(%)	0.60	0.54	0.90
ROCE	(%)	5.54	6.68	15.92
Total Debt/Tangible Net Worth	Times	0.81	0.81	0.66
PBDIT/Interest	Times	1.37	1.30	1.34
Total Debt/PBDIT	Times	6.30	5.55	3.92
Gross Current Assets (Days)	Days	473	995	558

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

None

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
07-Dec-2018	Cash Credit	Long Term	17.00*	ACUITE B- / Stable (Downgraded)
	Proposed Long Term Loan	Long Term	2.75	ACUITE B- / Stable (Downgraded)
	Packing Credit	Short Term	6.50	ACUITE A4 (Reaffirmed)
	Bills Discounting	Short Term	6.00	ACUITE A4 (Reaffirmed)
	Letter of Credit	Short Term	1.25	ACUITE A4 (Reaffirmed)
08-Oct-2018	Cash Credit	Long Term	4.00	ACUITE B (Issuer not co-operating)
	Proposed Long Term Loan	Long Term	2.75	ACUITE B (Issuer not co-operating)
	Packing Credit	Short Term	13.00	ACUITE A4 (Issuer not co-operating)
	Bills Discounting	Short Term	12.5	ACUITE A4 (Issuer not co-operating)
	Letter of Credit	Short Term	1.25	ACUITE A4 (Issuer not co-operating)
22-Aug-2017	Cash Credit	Long Term	4.00	ACUITE B / Stable (Assigned)
	Proposed Long Term Loan	Long Term	2.75	ACUITE B / Stable (Assigned)
	Packing Credit	Short Term	13.00	ACUITE A4 (Assigned)
	Bills Discounting	Short Term	12.50	ACUITE A4 (Assigned)
	Letter of Credit	Short Term	1.25	ACUITE A4 (Assigned)

*EPC limit of Rs 6.50 Crore and FBP/FBD/FBN limit of Rs 6.50 Crore is a sublimit of Cash Credit

***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	17.00*	ACUITE B- (Withdrawn)
Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	2.75	ACUITE B- (Withdrawn)
Packing Credit	Not Applicable	Not Applicable	Not Applicable	6.50	ACUITE A4 (Withdrawn)

Bills Discounting	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE A4 (Withdrawn)
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.25	ACUITE A4 (Withdrawn)

*EPC limit of Rs 6.50 Crore and FBP/FBD/FBN limit of Rs 6.50 Crore is a sublimit of Cash Credit

Contacts

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About Acuité Ratings & Research:

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