

Press Release

Victor Agencies

January 09, 2019

Rating Withdrawn



Total Bank Facilities Rated*	Rs. 12.75 Cr.
Long Term Rating	ACUITE BB/Stable (Withdrawn)
Short Term Rating	ACUITE A4+ (Withdrawn)

* Refer Annexure for details

Rating Rationale

Acuite has withdrawn long-term rating of '**ACUITE BB**' (read as **ACUITE double B**) and short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) to the Rs. 12.75 crore bank facilities of Victor Agencies (VA). The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating.

VA was established in of 1998 by Mr. Vinod Karwa. The company is engaged in distributorship of speciality chemicals such as Powder Paint, Re-disposable Powder, Epoxy Resins and Curing Hardness. The registered office is located in New Delhi.

Analytical Approach

Acuite has considered standalone business and financial risk profile of VA to arrive at the rating.

About the Rated Entity - Key Financials

	Unit	FY18 (Actual)	FY17 (Actual)	FY16 (Actual)
Operating Income	Rs. Cr.	111.20	90.77	101.16
EBITDA	Rs. Cr.	4.74	2.87	3.36
PAT	Rs. Cr.	4.27	2.79	2.63
EBITDA Margin	(%)	4.26	3.16	3.32
PAT Margin	(%)	3.84	3.07	2.60
ROCE	(%)	20.40	13.86	17.61
Total Debt/Tangible Net Worth	Times	0.07	0.28	0.10
PBDIT/Interest	Times	9.09	11.34	4.51
Total Debt/PBDIT	Times	0.29	1.73	0.50
Gross Current Assets (Days)	Days	110	138	120

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>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-6.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-40.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
10-Dec-2018	Secured Overdraft	Long Term	0.95	ACUITE BB Issuer not co-operating*
	Proposed Long Term Loan	Long Term	0.30	ACUITE BB Issuer not co-operating*
	Bills Discounting	Short Term	1.50	ACUITE A4+ Issuer not co-operating*
	Letter of Credit	Short Term	10.00	ACUITE A4+ Issuer not co-operating*
08-Dec-2017	Secured Overdraft	Long Term	0.95	ACUITE BB / Stable (Assigned)
	Bills Discounting	Short Term	1.50	ACUITE A4+ (Assigned)
	Proposed Long Term Loan	Long Term	0.30	ACUITE BB / Stable (Assigned)
	Letter of Credit	Short Term	10.00	ACUITE A4+ (Assigned)

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

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Secured Overdraft	Not Applicable	Not Applicable	Not Applicable	0.95	ACUITE BB / Stable (Withdrawn)
Bills Discounting	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE A4+ (Withdrawn)
Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	0.30	ACUITE BB / Stable (Withdrawn)
Letter of credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE A4+ (Withdrawn)

Contacts

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About Acuité Ratings & Research:

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