

Press Release

Future Corporate Resources Private Limited
(Formerly known as Suhani Trading and Investment Consultants
Private Limited)



April 02, 2019

Rating Withdrawn

Total Instruments Rated*	Rs. 425.00 Cr.
Long Term Rating	ACUITE AA- (SO) # (Withdrawn)

* Refer Annexure for details

#Credit enhancement on account of structured payment mechanism and escrow mechanism

Rating Rationale

Acuité has withdrawn long-term rating of '**ACUITE AA- (SO)** (read as **ACUITE double A minus structured obligation**) on the Rs. 425.00 crore Instruments of **FUTURE CORPORATE RESOURCES PRIVATE LIMITED (FORMERLY KNOWN AS SUHANI TRADING AND INVESTMENT CONSULTANTS PRIVATE LIMITED)**.

Future Corporate Resources Private Ltd was incorporated in the year 2007. FCRPL is engaged in trading of fabrics and management consulting services for future group of companies. FCRPL held 46.49 per cent shares of Future Retail Limited (FRL) as on 30 September 2018. FCRPL has formed by merging six companies namely Manz Retail Private Limited ESES Commercials Private Limited, PIL Industries Limited, Gargi Business Ventures Private Limited, Weavette Business Ventures Limited, and Future Corporate Resources Limited. This amalgamation is with effective from 31 March 2017.

Analytical Approach

Acuité has considered credit enhancement in the form of escrow mechanism and pledge of shares of Future Group while arriving at the rating.

About the Rated Entity - Key Financials

	Unit	FY18 (Actual)	FY17 (Actual)	FY16 (Actual)
Operating Income	Rs. Cr.	450.50	0.32	0.00
EBITDA	Rs. Cr.	-36.15	-0.11	0.00
PAT	Rs. Cr.	4.41	-1.31	0.00
EBITDA Margin	(%)	-8.02	-34.38	0.00
PAT Margin	(%)	0.98	-409.38	0.00
ROCE	(%)	7.60	0.00	0.00
Total Debt/Tangible Net Worth	Times	2.10	1.67	-200.79
PBDIT/Interest	Times	1.09	-0.25	0.00
Total Debt/PBDIT	Times	9.19	-243815.50	0.00
Gross Current Assets (Days)	Days	927	1285416	0

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-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
23-Jan-2019	Non – convertible debentures	Long term	100.00	ACUITE AA- (SO)/Stable (Reaffirmed)
	Non – convertible debentures	Long term	325.00	ACUITE AA- (SO)/Stable (Reaffirmed)
	Proposed Nonconvertible debenture issue	Long term	125.00	ACUITE Provisional AA- (SO) (Withdrawn)
04-Jan-2019	Non – convertible debentures	Long term	100.00	ACUITE AA- (SO)/Stable (Converted from Provisional to final rating)
	Non – convertible debentures	Long term	325.00	ACUITE AA- (SO)/Stable (Converted from Provisional to final rating)
	Proposed Nonconvertible debenture issue	Long term	125.00	ACUITE Provisional AA- (SO)/Stable (Reaffirmed)
	Proposed Nonconvertible debenture issue	Long term	150.00	ACUITE Provisional AA- (SO) (Withdrawn)
30-Dec-2017	Proposed Nonconvertible debenture issue	Long term	700.00	ACUITE Provisional AA- (SO)/Stable

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Non-convertible Debentures (NCD)	Not Applicable	Not Applicable	Not Applicable	100.00	ACUITE AA- (SO) (Withdrawn)
Non-convertible Debentures (NCD)	Not Applicable	Not Applicable	Not Applicable	325.00	ACUITE AA- (SO) (Withdrawn)

Contacts

Analytical	Rating Desk
Aditya Gupta Head - Corporate and Infrastructure Sector Ratings Tel: 022-49294041 aditya.gupta@acuite.in	Varsha Bist Manager - Rating Desk Tel: 022-67141160 rating.desk@acuite.in
Manmisha Sodhi Analyst - Rating Operations Tel: 022-49294024 manmisha.sodhi@acuiteratings.in	

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.

Disclaimer: An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité.