

Press Release

Geeta Refinery Private Limited

February 28, 2019

Rating Withdrawn



Total Instruments Rated*	Rs. 50.00 Cr.
Long Term Rating	ACUITE B+ (Withdrawn)

* Refer Annexure for details

Rating Rationale

Acuite has withdrawn the long term rating of '**ACUITE B+**' (read as **ACUITE B plus**) to the Rs. 50.00 crore bank facilities of Geeta Refinery Private Limited (GRPL). The rating withdrawal is in accordance with the Acuite's 'policy on withdrawal of rating'.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

GRPL, incorporated in 1998, is a Maharashtra-based company promoted by Mr. Atul Mantri and Mr. Pradeep Totala. The company is engaged in the refining of soya crude and cotton apart from trading of Palmolein and Sunflower oil. The company has installed capacity of 175 metric tonnes per day (MTPD). The company also manufactures briquette coal.

Analytical Approach

Acuite has considered the consolidated business and financial risk profiles of Geeta Refinery Private Limited (GRPL), Abhay Nutrition Private Limited (ANPL) and Bhakti Extractions Private Limited (BEPL) here in after referred to as the Geeta Group. The consolidation is mainly on account of similarities in the lines of business, strong operational, financial synergies and common management. Extent of Consolidation: Full.

About the Rated Entity Financials

	Unit	FY18 (Prov.)	FY17 (Actual)	FY16 (Actual)
Operating Income	Rs. Cr.	543.95	538.50	554.18
EBITDA	Rs. Cr.	20.51	16.30	16.13
PAT	Rs. Cr.	3.29	1.84	2.00
EBITDA Margin	(%)	3.77	3.03	2.91
PAT Margin	(%)	0.61	0.34	0.36
ROCE	(%)	10.45	11.10	20.87
Total Debt/Tangible Net Worth	Times	1.76	1.42	2.67
PBDIT/Interest	Times	1.63	1.60	1.77
Total Debt/PBDIT	Times	5.90	4.66	5.29
Gross Current Assets (Days)	Days	129	94	72

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

None

Any other information

None

Applicable Criteria

- Trading entities: <https://www.acuite.in/view-rating-criteria-6.htm>
- Financial Ratios and Adjustments: <https://www.acuite.in/view-rating-criteria-20.htm>

- Default Recognition: <https://www.acuite.in/view-rating-criteria-17.htm>

- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.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. Crore)	Ratings/Outlook
31-Jan-2019	Cash Credit	Long Term	41.00	ACUITE B+ /Stable (Downgraded)
	Term Loan	Long Term	0.65	ACUITE B+ /Stable (Downgraded)
	Term Loan	Long Term	5.60	ACUITE B+ /Stable (Downgraded)
	Proposed Bank Facility	Long Term	2.75	ACUITE B+ /Stable (Downgraded)
08-Feb-2018	Cash Credit	Long Term	32.00	ACUITE BBB- /Stable (Assigned)
	Term Loan	Long Term	1.82	ACUITE BBB- /Stable (Assigned)
	Term Loan	Long Term	6.25	ACUITE BBB- /Stable (Assigned)
	Proposed Cash Credit	Long Term	9.93	ACUITE BBB- /Stable (Assigned)

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	41.00	ACUITE B+ (Withdrawn)
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.65	ACUITE B+ (Withdrawn)
Term Loan	Not Applicable	Not Applicable	Not Applicable	5.60	ACUITE B+ (Withdrawn)
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	2.75	ACUITE B+ (Withdrawn)

Contacts

Analytical	Rating Desk
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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.

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