

## Press Release

### SBL Colortech Private Limited

June 12, 2019



### Rating Withdrawn

<b>Total Bank Facilities Rated*</b>	Rs. 7.50 Cr.
<b>Short Term Rating</b>	ACUITE A4+ (Withdrawn)

\* Refer Annexure for details

### Rating Rationale

Acuité has withdrawn short-term rating of '**ACUITE A4+**' (**read as ACUITE A four plus**) on the Rs. 7.50 crore bank facilities of SBL Colortech Private Limited (SCPL). The rating withdrawal is in accordance with the Acuité'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The rating is being withdrawn on account of request received from the company and NOC received from the banker.

Mumbai based SBL Colortech Private Limited (SCPL) was incorporated in 1993. The company promoted by Mr. Rakesh Lakhota and Mr. Akhilesh Lakhota is engaged in manufacturing and exporting colour dyes for textile, leather and paper applications.

### Analytical Approach

Acuité has considered the standalone business and financial risk profile of SCPL.

### About the Rated Entity - Key Financials

	Unit	FY19 (Prov.)	FY18 (Actual)	FY17 (Actual)
Operating Income	Rs. Cr.	51.00	25.75	23.90
EBITDA	Rs. Cr.	12.36	4.72	5.25
PAT	Rs. Cr.	10.80	2.50	3.45
EBITDA Margin	(%)	24.24	18.31	21.96
PAT Margin	(%)	21.18	9.70	14.43
ROCE	(%)	42.64	19.18	24.67
Total Debt/Tangible Net Worth	Times	0.77	1.52	12.38
PBDIT/Interest	Times	49.54	19.31	25.25
Total Debt/PBDIT	Times	1.13	2.29	3.09
Gross Current Assets (Days)	Days	200	191	148

### 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".

### Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Manufacturing Entities- <https://www.smerra.in/criteria-manufacturing.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
27-Jun-2018	EPC/PCFC	Short Term	4.50	ACUITE A4+ (Assigned)
	Letter of credit	Short Term	1.00	ACUITE A4+ (Assigned)
	Bank guarantee	Short Term	0.10	ACUITE A4+ (Assigned)
	Proposed Bank Facility	Short Term	1.90	ACUITE A4+ (Assigned)

**\*Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
EPC/PCFC	Not Applicable	Not Applicable	Not Applicable	4.50	ACUITE A4+ (Withdrawn)
Letter of credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4+ (Withdrawn)
Bank guarantee	Not Applicable	Not Applicable	Not Applicable	0.10	ACUITE A4+ (Withdrawn)
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	1.90	ACUITE A4+ (Withdrawn)

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**About Acuité Ratings & Research:**

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