

Press Release

Panache Gems

September 09, 2019

Rating Withdrawn



| | |
|-------------------------------------|--------------------------|
| Total Bank Facilities Rated* | Rs. 7.50 Cr. # |
| Short Term Rating | ACUITE A4 (Withdrawn) |

#Refer annexure for details

Acuité has withdrawn the short-term rating of '**ACUITE A4**' (**read as ACUITE A four**) on the Rs.7.50 crore bank facilities of PANACHE GEMS (PG). This rating is now withdrawn.

The rating is being withdrawn on account of request received from the company and NOC from the Bankers.

Panache Gems is a Mumbai-based partnership firm established in 1988. It is promoted by Mrs. Chetna Naresh Shah and Mr. Atit Naresh Shah. The firm is engaged in the trading of cut and polished diamonds in the range of 0.30 carat to 10 carat. The firm caters to countries such as Hong Kong, USA, Australia, Israel and U.K. The firm's exports account for ~40 per cent of the firm's total sales.

Analytical Approach

Acuité has considered the standalone financial and business risk profiles of Panache Gems to arrive at the rating.

Applicable Criteria

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

About the Rated Entity - Key Financials

| | Unit | FY19 (Provisional) | FY18 (Actual) | FY17 (Actual) |
|-------------------------------|---------|--------------------|---------------|---------------|
| Operating Income | Rs. Cr. | 30.29 | 35.73 | 44.95 |
| EBITDA | Rs. Cr. | 0.78 | 0.70 | 0.68 |
| PAT | Rs. Cr, | 0.24 | 0.19 | 0.22 |
| EBITDA Margin | (%) | 2.59 | 1.97 | 1.51 |
| PAT Margin | (%) | 0.79 | 0.53 | 0.48 |
| ROCE | (%) | 3.57 | 3.66 | 8.17 |
| Total Debt/Tangible Net Worth | Times | 1.31 | 0.50 | 0.19 |
| PBDIT/Interest | Times | 1.51 | 1.75 | 2.12 |
| Total Debt/PBDIT | Times | 10.47 | 13.45 | 2.12 |
| Gross Current Assets (Days) | Days | 189 | 287 | 99 |

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

Not Applicable

Any other information

None

Rating History (Upto last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr.) | Ratings/Outlook |
|--------------|---------------------------------|------------|------------------|-------------------------|
| 15-June-2018 | PC/PCFC | Short Term | 7.50 | ACUITE A4 (Assigned) |

#Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Crore) | Ratings |
|------------------------|------------------|----------------|----------------|-------------------------------|---|
| PC/PCFC | Not Applicable | Not Applicable | Not Applicable | 7.50 | ACUITE A4 (Reaffirmed and Withdrawn) |

Contacts

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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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