

Press Release

Penta Gold Limited (Previously known as Penta Gold Private Limited)

November 28, 2019

Rating Update



Total Bank Facilities Rated*	Rs.38.00 Cr.
Long Term Rating	ACUITE BB Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuite has reviewed the long-term rating of '**ACUITE BB**' (read as **ACUITE double B**) on the Rs.38.00 crore bank facilities of Penta Gold Limited. This rating is now an indicative rating and is based on best available information.

Ahmedabad based Penta Gold Limited (PGL) was incorporated in 2012 as Penta Gold Private Limited, further the constitution was changed in March 2017 to Penta Gold Limited. The company was incorporated by Mr. Ketan Shroff and family. The company is engaged in manufacturing and trading of gold jewellery. The company sells its products in domestic as well as exports to countries like UAE, USA, Hong Kong among others. The company has come up with IPO in May 2018 and has raised Rs.13.32 crore from the same.

Non-cooperation by the issuer/borrower: Acuite has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Default Recognition: <https://www.acuite.in/view-rating-criteria-17.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-4.htm>

Limitation regarding information availability: The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). Acuite endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity - Key Financials

	Unit	FY19 (Actual)	FY18 (Actual)	FY17 (Actual)
Operating Income	Rs. Cr.	367.23	239.95	225.85
EBITDA	Rs. Cr.	9.78	8.13	4.68
PAT	Rs. Cr.	2.99	1.67	1.69
EBITDA Margin	(%)	2.66	3.39	2.07
PAT Margin	(%)	0.81	0.69	0.75
ROCE	(%)	12.08	12.50	12.53
Total Debt/Tangible Net Worth	Times	1.37	1.66	1.61
PBDIT/Interest	Times	1.98	1.59	1.66
Total Debt/PBDIT	Times	5.61	5.12	5.46
Gross Current Assets (Days)	Days	120	106	116

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

None

Any other information

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
19-Sept-18	Cash Credit	Long Term	20.00	ACUITE BB / Stable
	Cash Credit	Long Term	8.00	ACUITE BB / Stable
	Cash Credit	Long Term	10.00	ACUITE BB / Stable
23-Jun-17	Cash Credit	Long Term	23.00	ACUITE BB (Indicative)
23-Feb-16	Cash Credit	Long Term	23.00	ACUITE BB / Stable
30-Jan-15	Cash Credit	Long Term	23.00	ACUITE BB / Stable
10-Jan-14	Cash Credit	Long Term	8.00	ACUITE BB- / Stable
	Proposed Cash Credit	Long Term	12.00	ACUITE BB- / Stable

***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	20.00	ACUITE BB Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	8.00	ACUITE BB Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE BB Issuer not co-operating*

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

Contacts

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About Acuite Ratings & Research:

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industries. It has its Registered and Head Office in Mumbai.

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