

Press Release
Swan Energy Limited
June 03, 2024
Rating Withdrawn



Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	60.00	Not Applicable Withdrawn	-
Bank Loan Ratings	35.00	-	Not Applicable Withdrawn
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	95.00	-	-

Rating Rationale

Acuite has withdrawn its long-term rating on Rs.60 Cr. bank facilities and short-term rating on Rs.35 Cr. bank facilities without assigning any rating of Swan Energy Limited (SEL). The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating as applicable to the respective facility / instrument. The rating is being withdrawn on account of request received from the company and No Dues Certificate received from the banker.

About the Company

Swan Energy Limited (SEL) was incorporated in the year 1909 as Swan Mills Limited by J.P. Goenka Group and taken over by Dave and Merchant families in 1992. SEL was originally in the textile business with mills located at Sewri & Kurla. The textile business was discontinued in 2002. SEL re-entered in textile business in 2011 by setting up a new plant at Ahmedabad, Gujarat for fabric processing with an annual capacity of 360 Lakh meter per annum. Later, SEL converted the existing land parcel units previously used for the textile business in real estate projects. SEL completed a residential complex (Ashoka Garden) in Sewri and a commercial IT Park (Peninsula Techno Park) in Kurla by successfully monetizing its mill land bank. Currently, SEL has given out the unsold flats (12 flats (15,315 sq.ft.)) in Ashoka garden on rent and is receiving around 9 lakh/ month as rentals. The company has set up two wholly-owned subsidiaries; Cardinal Energy and Infrastructure Private Limited (CEIL) and Pegasus Ventures Private Limited (PVPL) in FY2008 and FY2013, respectively. CEIL and PVPL focus on development of commercial properties and residential properties, respectively.

SEL through its subsidiaries, Swan LNG Pvt. Ltd. (SLPL) and Triumph Offshore Pvt. Ltd. (TOPL) is setting up a Floating Storage and Regasification Unit (FSRU) project in Jafrabad, Gujarat with a regasification capacity of 5MMTPA of LNG. The Project is based on a business model of 'Tolling terminal' and 4.5 MMTPA (out of 5 MMTPA) throughput capacity has been booked on 'Use or Pay' basis for a period of 20 years by state/ central PSU companies viz. GSPCL (1.5 MMTPA), IOCL (1 MMTPA), BPCL (1 MMTPA) and ONGC (1 MMTPA).

Unsupported Rating
Not Applicable

Analytical Approach
Not Applicable

Key Rating Drivers

Strengths

Not Applicable

Weaknesses

Not Applicable

Rating Sensitivities

Not Applicable

Liquidity Position

Not applicable

Outlook: Not Applicable**Other Factors affecting Rating**

None

Key Financials

Particulars	Unit	FY 23 (Actual)	FY 22 (Actual)
Operating Income	Rs. Cr.	547.23	408.72
PAT	Rs. Cr.	3.64	3.18
PAT Margin	(%)	0.66	0.78
Total Debt/Tangible Net Worth	Times	0.22	0.09
PBDIT/Interest	Times	1.73	1.61

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

Not Applicable

Any other information

None

Applicable Criteria

- Default Recognition :- <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.htm>

Note on complexity levels of the rated instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
17 Oct 2023	Cash Credit	Long Term	13.00	ACUITE BBB- (Reaffirmed (Rating Watch with Developing Implications))
	Cash Credit	Long Term	6.00	ACUITE BBB- (Reaffirmed (Rating Watch with Developing Implications))
	Cash Credit	Long Term	4.00	ACUITE BBB- (Reaffirmed (Rating Watch with Developing Implications))
	Cash Credit	Long Term	37.00	ACUITE BBB- (Reaffirmed (Rating Watch with Developing Implications))
	Letter of Credit	Short Term	18.50	ACUITE A3 (Reaffirmed (Rating Watch with Developing Implications))
	Letter of Credit	Short Term	2.00	ACUITE A3 (Reaffirmed (Rating Watch with Developing Implications))
	Letter of Credit	Short Term	6.00	ACUITE A3 (Reaffirmed (Rating Watch with Developing Implications))
	Proposed Short Term Bank Facility	Short Term	8.50	ACUITE A3 (Reaffirmed (Rating Watch with Developing Implications))
22 Jul 2022	Cash Credit	Long Term	37.00	ACUITE BBB- Stable (Downgraded from ACUITE BBB Stable)
	Cash Credit	Long Term	4.00	ACUITE BBB- Stable (Downgraded from ACUITE BBB Stable)
	Cash Credit	Long Term	6.00	ACUITE BBB- Stable (Downgraded from ACUITE BBB Stable)
	Cash Credit	Long Term	13.00	ACUITE BBB- Stable (Downgraded from ACUITE BBB Stable)
	Letter of Credit	Short Term	6.00	ACUITE A3 (Downgraded from ACUITE A3+)
	Letter of Credit	Short Term	2.00	ACUITE A3 (Downgraded from ACUITE A3+)
	Letter of Credit	Short Term	2.00	ACUITE A3 (Downgraded from ACUITE A3+)
	Letter of Credit	Short Term	18.50	ACUITE A3 (Downgraded from ACUITE A3+)
Proposed Short Term Bank Facility	Short Term	6.50	ACUITE A3 (Downgraded from ACUITE A3+)	
23 Apr 2021	Cash Credit	Long Term	13.00	ACUITE BBB Stable (Reaffirmed)
	Cash Credit	Long Term	6.00	ACUITE BBB Stable (Reaffirmed)
	Cash Credit	Long Term	4.00	ACUITE BBB Stable (Reaffirmed)
	Cash Credit	Long Term	37.00	ACUITE BBB Stable (Reaffirmed)
	Letter of Credit	Short Term	8.50	ACUITE A3+ (Reaffirmed)
	Letter of Credit	Short Term	18.50	ACUITE A3+ (Reaffirmed)
	Letter of Credit	Short Term	2.00	ACUITE A3+ (Reaffirmed)
	Letter of Credit	Short Term	6.00	ACUITE A3+ (Reaffirmed)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	13.00	Not Applicable Withdrawn
Bank of Baroda	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	6.00	Not Applicable Withdrawn
The Mehsana Urban Cooperative Bank Ltd	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	4.00	Not Applicable Withdrawn
Union Bank of India	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	37.00	Not Applicable Withdrawn
Union Bank of India	Not avl. / Not appl.	Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	18.50	Not Applicable Withdrawn
Punjab National Bank	Not avl. / Not appl.	Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	2.00	Not Applicable Withdrawn
The Mehsana Urban Cooperative Bank Ltd	Not avl. / Not appl.	Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	6.00	Not Applicable Withdrawn
Not Applicable	Not avl. / Not appl.	Proposed Short Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	8.50	Not Applicable Withdrawn

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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