



Press Release
VISWAAT CHEMICALS LIMITED
November 19, 2025
Rating Upgraded, Reaffirmed & Withdrawn

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	207.23	ACUITE A Upgraded & Withdrawn	-
Bank Loan Ratings	30.77	Not Applicable Withdrawn	-
Bank Loan Ratings	67.00	-	ACUITE A1 Reaffirmed & Withdrawn
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	305.00	-	-

Rating Rationale

Acuite has upgraded and withdrawn its long-term rating to '**ACUITE A**' (read as **ACUITE A**) from '**ACUITE A-**' (read as **ACUITE A minus**) and reaffirmed and withdrawn the short-term rating of '**ACUITE A1**' (read as **ACUITE A one**) on Rs. 274.23 crore bank facilities of Viswaat Chemicals Limited (VCL). The rating is being withdrawn on account of request received from the company, and NOC (No Objection Certificate) received from the bankers.

Further, Acuite has also withdrawn its long-term bank facility of Rs. 30.77 crore of Viswaat Chemicals Limited (VCL) without assigning any rating as it is a proposed facility. The rating has been withdrawn on account of the request received from the company. The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating as applicable to the respective facility / instrument.

Rationale for rating upgrade

The rating upgrade reflects the group's improved operating and financial performance during FY25. It also factors in the company's established market position, reputed clientele, and the promoters' extensive experience of over three decades in the chemical industry. Furthermore, the financial risk profile remains healthy, characterized by moderate net worth, low gearing, and strong debt protection metrics. However, the rating is constrained by vulnerability of profitability to fluctuations in raw material prices and intense competition stemming from the fragmented nature of the chemical industry.

About the Company

Incorporated in 1996, Viswaat Chemicals Limited (VCL) is a Maharashtra based company engaged in manufacturing of chemicals. The company majorly specializes in surfactants, specialty chemicals, textile chemicals among other chemicals. The company has two manufacturing facilities in Maharashtra and Gujarat. The manufacturing plant in Maharashtra is located at Ambarnath with an annual manufacturing capacity of 39,500 MT. The company also has another manufacturing plant in Dahej, Gujarat with a manufacturing capacity of 51,000 MT. VCL is promoted by Mr. B. Vivek Shetty and Mr. Vinesh Shetty.

About the Group

Viswaat Organics Private Limited (VOPL) was incorporated on 30th June 2022. VOPL is a wholly owned subsidiary company of VCL. VOPL has not started any operations as on date and is expected to commence its business from March 2025 onwards. The company has also bought land in Wangani, Raigad to set up its chemical manufacturing plant. VOPL will be engage in the manufacturing and trading of chemical and chemical products.

Unsupported Rating

Not Applicable

Analytical Approach

Extent of Consolidation

- Full Consolidation

Rationale for Consolidation or Parent / Group / Govt. Support

Acuité has considered the consolidated view of the business and financial risk profiles of Viswaat Chemicals Limited (VCL) and Viswaat Organics Private Limited (VOPL) to arrive at the rating. The consolidation is in the view of VOPL being wholly owned subsidiary of VCL, common line of business, operational synergies and common management.

Key Rating Drivers

Strengths

Significant Improvement in Revenue and overall profitability margins

The revenue of the group increased and stood at Rs. 975.76 crore in FY25 compared to revenue of Rs. 766.15 crore in FY24. The group recorded a Y-o-Y growth of 27.36 per cent in its operating income. VCL generates its revenue from four main products: Surfactants, Textiles, Specialty Chemicals, and Job Work. Surfactants alone account for 90.24 per cent, Specialty Chemicals for 4.64 per cent, Textiles for 4.76 per cent, and Job Work and others for 0.36 per cent. The revenue of the group increased in FY25 on account of an increase in the orders for surfactants and onboarding of new clients, Hindustan Unilever Limited being one of them. VCL has recorded a revenue of around Rs. 538.00 crore in H1FY2026 and the company is expecting a total revenue of around Rs. 1100 crore for FY26. The groups exports contribute to around 20% of the total sales of FY25. Some of the key export markets of the company include – Bangladesh, Central America, China, Colombia, Egypt, Ethiopia, Finland, Indonesia, Italy, Germany, Kenya, Korea, Middle East, Sri Lanka, Switzerland, Nepal, Netherlands, Nigeria, Pakistan, Singapore, Spain, Taiwan, Thailand, Turkey and USA. 60 per cent of the exports are in Euro and 40 per cent in USD. The operating profit margin of the group stood improved at 8.48 percent in FY25 compared against 8.03 percent in FY24. The PAT margin of the group stood higher at 4.36 percent in FY25 compared to 3.84 percent in FY24.

Healthy Financial risk profile

The group has a healthy financial risk profile marked by moderate net worth, low gearing and comfortable debt protection metrics. The group's tangible net worth stood marginally improved at Rs. 215.84 crore as of March 31, 2025, against Rs. 173.56 crore as of March 31, 2024, on account of accretion of profits to reserves. The group's gearing stood similarly at 0.79 times as on March 31, 2025. The group's total debt as on March 31, 2025, stood at Rs. 170.72 crore as compared to Rs. 131.21 crore as on March 31, 2024; comprising of long-term debt of Rs. 69.12 crore, short-term debt of Rs. 75.30 crore and maturing debt obligations of Rs. 26.29 crore. TOL/TNW stood at 1.24 times as on March 31, 2025. The interest coverage ratio of the group stood improved at 6.30 times in FY25 against 6.10 times in FY24. DSCR stood at 2.46 times in FY2025 against 2.14 times in FY2024.

Weaknesses

Moderate Working capital management

The group has moderate working capital operations with average gross current asset (GCA) days standing around 106 days during FY23 to FY25. GCA days stood rangebound at 104 days in FY2025 as against 104 days in FY2024. Inventory days stood at 18 days in FY2025 against 17 days in FY2024. Raw materials consist of various types of chemicals like Ethylene Oxide and fatty acids. The debtor days stood similarly at 68 days for FY25 against 63 days for FY24. The average credit period allowed to its customers is around 60-90 days. The creditor days of the group stood at 33 days for FY25 as against 30 days for FY24. The average credit period allowed by the suppliers is around 0 to 30 days. Furthermore, the average bank limit utilisation for 06 months period ended October 2025 stood in the range of 50 to 51 per cent for fund-based limits and around 52- 53 per cent for non-fund-based limits.

Susceptibility of profitability to input price volatility and increasing competition

Ethylene oxide is the major raw material for the company. The prices of the raw material is highly volatile in nature and any adverse movement in the price of raw material may impact the profitability of the company. Further, the company operates in a highly fragmented chemical industry with the presence of large number of players in the organised as well as unorganised sector. This limits the bargaining power of VCL's with customers leading to intense margin pressures. However, the longstanding customer relationships moderates this risk to an extent.

Rating Sensitivities

Not Applicable

Liquidity Position

Adequate

The liquidity position of the group remained adequate on account of adequate net cash accruals against its repayment obligations. The net cash accruals of the company stood at Rs. 55.91 crore in FY25 as against Rs. 14.79 crore of repayment obligations for the same period. The same is supported by moderate working capital nature of operations marked by GCA days of 104 days in FY25. The current ratio of the group stood at 1.46 times in FY25 as compared to 1.43 times in FY24. Also, the company maintains a cash & bank balance of Rs. 2.45 crore in FY25. The working capital operations of the company are moderate, marked by gross current asset (GCA) days of 104 days for FY2025. Furthermore, the average bank limit utilisation for 06 months period ended October 2025 stood in the range of 50 to 51 per cent for fund-based limits and around 52- 53 per cent for non-fund-based limits.

Outlook: Not Applicable

Other Factors affecting Rating

None

Key Financials

Particulars	Unit	FY 25 (Actual)	FY 24 (Actual)
Operating Income	Rs. Cr.	975.76	766.15
PAT	Rs. Cr.	42.52	29.46
PAT Margin	(%)	4.36	3.84
Total Debt/Tangible Net Worth	Times	0.79	0.76
PBDIT/Interest	Times	6.30	6.10

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

Not Applicable

Any Other Information

None

Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Consolidation Of Companies: <https://www.acuite.in/view-rating-criteria-60.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>

Note on complexity levels of the rated instrument

In order to inform the investors about complexity of instruments, Acuité 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
16 Jan 2025	Cash Credit	Long Term	45.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	2.38	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	6.45	ACUITE A- Stable (Reaffirmed)
	Cash Credit	Long Term	14.50	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	5.52	ACUITE A- Stable (Reaffirmed)
	Cash Credit	Long Term	27.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	5.38	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	6.00	ACUITE A- Stable (Reaffirmed)
	Cash Credit	Long Term	20.00	ACUITE A- Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	30.77	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	40.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	30.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	5.00	ACUITE A- Stable (Reaffirmed)
	Letter of Credit	Short Term	19.00	ACUITE A1 (Reaffirmed)
	Bank Guarantee/Letter of Guarantee	Short Term	3.00	ACUITE A1 (Reaffirmed)
	Letter of Credit	Short Term	12.50	ACUITE A1 (Reaffirmed)
	Letter of Credit	Short Term	8.50	ACUITE A1 (Reaffirmed)
	Letter of Credit	Short Term	24.00	ACUITE A1 (Reaffirmed)
	Cash Credit	Long Term	20.00	ACUITE A- Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	13.11	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	30.00	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	25.00	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	20.00	ACUITE A- Stable (Assigned)
	Cash Credit	Long Term	45.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	4.48	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	8.84	ACUITE A- Stable (Reaffirmed)
		Long		ACUITE A- Stable

29 Dec 2023	Cash Credit	Term	14.50	(Reaffirmed)
	Term Loan	Long Term	9.43	ACUITE A- Stable (Reaffirmed)
	Cash Credit	Long Term	27.00	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	9.12	ACUITE A- Stable (Reaffirmed)
	Term Loan	Long Term	11.52	ACUITE A- Stable (Reaffirmed)
	Letter of Credit	Short Term	24.00	ACUITE A1 (Reaffirmed)
	Letter of Credit	Short Term	19.00	ACUITE A1 (Reaffirmed)
	Bank Guarantee/Letter of Guarantee	Short Term	3.00	ACUITE A1 (Reaffirmed)
	Letter of Credit	Short Term	12.50	ACUITE A1 (Reaffirmed)
	Letter of Credit	Short Term	8.50	ACUITE A1 (Reaffirmed)
13 Oct 2022	Cash Credit	Long Term	45.00	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	1.28	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	6.10	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	8.84	ACUITE A- Stable (Assigned)
	Cash Credit	Long Term	14.50	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	12.35	ACUITE A- Stable (Assigned)
	Cash Credit	Long Term	27.00	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	11.81	ACUITE A- Stable (Assigned)
	Term Loan	Long Term	15.86	ACUITE A- Stable (Assigned)
	Cash Credit	Long Term	20.00	ACUITE A- Stable (Assigned)
	Proposed Long Term Bank Facility	Long Term	0.26	ACUITE A- Stable (Assigned)
	Letter of Credit	Short Term	19.00	ACUITE A1 (Assigned)
	Bank Guarantee/Letter of Guarantee	Short Term	3.00	ACUITE A1 (Assigned)
	Letter of Credit	Short Term	12.50	ACUITE A1 (Assigned)
	Letter of Credit	Short Term	8.50	ACUITE A1 (Assigned)
	Letter of Credit	Short Term	24.00	ACUITE A1 (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Complexity Level	Rating
Union Bank of India	Not avl. / Not appl.	Bank Guarantee/Letter of Guarantee	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	3.00	Simple	ACUITE A1 Reaffirmed & Withdrawn
Union Bank of India	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	45.00	Simple	ACUITE A Upgraded & Withdrawn (from ACUITE A-)
Bank Of Baroda	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	14.50	Simple	ACUITE A Upgraded & Withdrawn (from ACUITE A-)
H D F C Bank Limited	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	27.00	Simple	ACUITE A Upgraded & Withdrawn (from ACUITE A-)
AXIS BANK LIMITED	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	20.00	Simple	ACUITE A Upgraded & Withdrawn (from ACUITE A-)
AXIS BANK LIMITED	Not avl. / Not appl.	Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	24.00	Simple	ACUITE A1 Reaffirmed & Withdrawn
H D F C Bank Limited	Not avl. / Not appl.	Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	8.50	Simple	ACUITE A1 Reaffirmed & Withdrawn
Bank Of Baroda	Not avl. / Not appl.	Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	12.50	Simple	ACUITE A1 Reaffirmed & Withdrawn
Union Bank of India	Not avl. / Not appl.	Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	19.00	Simple	ACUITE A1 Reaffirmed & Withdrawn
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	30.77	Simple	Not Applicable Withdrawn
H D F C Bank Limited	Not avl. / Not appl.	Term Loan	19 Oct 2023	Not avl. / Not appl.	04 Feb 2031	40.00	Simple	ACUITE A Upgraded & Withdrawn (from ACUITE A-)
AXIS BANK LIMITED	Not avl. / Not appl.	Term Loan	10 May 2024	Not avl. / Not appl.	29 Dec 2030	30.00	Simple	ACUITE A Upgraded & Withdrawn (from ACUITE A-)
Union Bank of India	Not avl. / Not appl.	Term Loan	29 Jan 2024	Not avl. / Not appl.	01 Jan 2032	5.00	Simple	ACUITE A Upgraded & Withdrawn (from ACUITE A-)
	Not			Not				

Union Bank of India	avl. / Not appl.	Term Loan	29 Aug 2019	avl. / Not appl.	31 Oct 2026	2.38	Simple	ACUITE A Upgraded & Withdrawn (from ACUITE A-)
Union Bank of India	Not avl. / Not appl.	Term Loan	22 Dec 2021	Not avl. / Not appl.	31 Dec 2027	6.45	Simple	ACUITE A Upgraded & Withdrawn (from ACUITE A-)
Bank Of Baroda	Not avl. / Not appl.	Term Loan	06 Jun 2019	Not avl. / Not appl.	08 Oct 2026	5.52	Simple	ACUITE A Upgraded & Withdrawn (from ACUITE A-)
H D F C Bank Limited	Not avl. / Not appl.	Term Loan	20 May 2017	Not avl. / Not appl.	07 Aug 2026	5.38	Simple	ACUITE A Upgraded & Withdrawn (from ACUITE A-)
H D F C Bank Limited	Not avl. / Not appl.	Term Loan	18 Jan 2021	Not avl. / Not appl.	01 Oct 2026	6.00	Simple	ACUITE A Upgraded & Withdrawn (from ACUITE A-)

***Annexure 2 - List of Entities (applicable for Consolidation or Parent / Group / Govt. Support)**

Sr. No.	Name of Entities
1	Viswaat Chemicals Limited (VCL)
2	Viswaat Organics Private Limited (VOPL)

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