

July 28, 2022^(Revised)

Cigora Exim Private Limited: Rating moved to Issuer Not - Cooperating category based on best available information

Summary of rating action

Instrument [^]	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term Fund-based – Cash Credit	7.00	7.00	[ICRA] B- (Stable) ISSUER NOT COOPERATING*; Rating moved to 'Issuer Not Cooperating' category
Long-term– Fund based – Term Loan	1.40	1.40	[ICRA] B- (Stable) ISSUER NOT COOPERATING*; Rating moved to 'Issuer Not Cooperating' category
Total	8.40	8.40	

*Issuer did not cooperate; based on best available information

[^]Instrument details are provided in Annexure-1

Rationale

ICRA has moved the ratings for the bank facilities of Cigora Exim Private Limited to the 'Issuer Not Cooperating' category. The rating has been denoted as - "[ICRA]B- (Stable) ISSUER NOT COOPERATING".

ICRA has been trying to seek information from the entity to monitor its performance. Despite multiple requests by ICRA, the entity's management has remained non-cooperative. The current rating action has been taken by ICRA based on best available/dated/limited information on the issuer's performance. Accordingly, the lenders, investors and other market participants are advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the entity. The rating action has been taken in accordance with ICRA's policy in respect of non-cooperation by a rated entity available at www.icra.in.

Please refer to the following link for the previous detailed rationale that captures Key rating drivers and their description, Liquidity position, Rating sensitivities: [Click here](#). ICRA is unable to provide the latest information because of non-cooperation by the entity.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology Rating Methodology for Trading Companies
Parent/Group Support	Not Applicable
Consolidation/Standalone	Not Applicable

About the company

CEPL, incorporated in 2015 and commenced operations in FY2020, trades in coal, agricultural produce and home appliances. About 40% of its sales comes from coal trading and the rest is from agricultural produce and home appliances. The company procures coal locally and caters to customers based in Tamil Nadu, primarily in sugar and steel industries. Agricultural produce and home appliances are imported. Mr. Hemanth is the managing director of the company and takes care of the daily activities.

Key financial indicators (audited)

Cigora Exim Private Limited	FY2020	9M, FY2021*
Operating income	3.8	15.5
PAT (Rs. crore)	0.0	0.2^
OPBDIT/OI (%)	6.6%	5.8%
PAT/OI	0.2%	1.5%
Total Outside Liabilities/Tangible Net Worth (times)	3.1	3.7
Total Debt/OPBDIT (times)	29.7	9.9
Interest Coverage (times)	0.9	1.3

PAT: Profit after Tax; OPBDIT: Operating Profit before Depreciation, Interest, Taxes and Amortisation; ROCE: PBIT/Avg (Total Debt + Tangible Net Worth + Deferred Tax Liability - Capital Work in Progress); DSCR: (PBIT + Mat Credit Entitlements - Fair Value Gains through P&L - Non-cash Extraordinary Gain/Loss)/(Interest + Repayments made during the Year) *Provisional financial statements ^PBT

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument		Current rating (FY2023)			Chronology of rating history for the past 3 years			
		Type	Amount rated (Rs. crore)	Amount outstanding as of Feb 29, 2020 (Rs. crore)	Date & rating in FY2023	Date & rating in FY2022	Date & rating in FY2021	Date & rating in FY2020
					Jul 28, 2022	Apr 9, 2021	-	-
1	Term loans	Long term	1.40	-	[ICRA]B- (Stable); ISSUER NOT COOPERATING	[ICRA]B- (Stable)	-	-
2	Fund-based bank facilities	Long term	7.00	-	[ICRA]B- (Stable); ISSUER NOT COOPERATING	[ICRA]B- (Stable)	-	-

Complexity level of the rated instrument

Instrument	Complexity Indicator
Long-term Fund-based – Cash Credit	Simple
Long-term Fund-based – Term Loan	Simple

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the website www.icra.in

Annexure-1: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (RS Crore)	Current Rating and Outlook
NA	Cash Credit	-	-	-	7.00	[ICRA]B- (Stable); ISSUER NOT COOPERATING
NA	Term Loan	Aug 2020	-	Sep 2024	1.40	[ICRA]B- (Stable); ISSUER NOT COOPERATING

Source: Company

Annexure-2: List of entities considered for consolidated analysis: NA

Corrigendum

The press release dated July 28, 2022 has been revised. Under the section: “Key Financial Indicator” on page 2, the figure mentioned under operating income of 9M FY2021 has been revised to Rs.15.5 crore, which was wrongly captured as Rs.3.3 crore.

ANALYST CONTACTS

Jayanta Roy

+91 33 7150 1120

jayanta@icraindia.com

Balaji M

+91 44 4596 4317

balaji.m@icraindia.com

Shivani Patil

Shivani.patil@icraindia.com

Kaushik Das

+91 33 7150 1100

kaushikd@icraindia.com

Roshan Dugar

+91 40 4596 4324

Roshan.dugar@icraindia.com

RELATIONSHIP CONTACT

Jayanta Chatterjee

+91 80 4332 6401

jayantac@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani

Tel: +91 124 4545 860

communications@icraindia.com

Helpline for business queries

+91-9354738909 (open Monday to Friday, from 9:30 am to 6 pm)

info@icraindia.com

About ICRA Limited:

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For more information, visit www.icra.in

ICRA Limited



Registered Office

B-710, Statesman House, 148, Barakhamba Road, New Delhi-110001
Tel: +91 11 23357940-45



Branches



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