

August 30, 2024

P.S.R. Granites: Continues to remain under issuer Non-Cooperating category

Summary of rating action

Instrument ^A	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term – Fund-based CC	0.50	0.50	[ICRA]B+(Stable); ISSUER NOT COOPERATING*. Rating Continues to remain under the 'Issuer Not Cooperating' category
Short-term – Fund-based	10.00	10.00	[ICRA]A4; ISSUER NOT COOPERATING*. Rating Continues to remain under the 'Issuer Not Cooperating' category
Long-term / Short-term – Unallocated	4.50	4.50	[ICRA]B+(Stable); ISSUER NOT COOPERATING/[ICRA]A4; ISSUER NOT COOPERATING*. Rating Continues to remain under the 'Issuer Not Cooperating' category
Total	15.00	15.00	

*Issuer did not cooperate; based on best available information. ^AInstrument details are provided in Annexure-I

Rationale

ICRA has kept the long-term and short-term rating of P.S.R. Granites in the 'Issuer Not Cooperating' category. The ratings are denoted as [ICRA]B+(Stable)/[ICRA]A4; ISSUER NOT COOPERATING*.

As a part of its process and in accordance with its rating agreement with P.S.R. Granites, ICRA has been trying to seek information from the entity so as to monitor its performance. Further, ICRA has been sending repeated reminders to the entity for payment of surveillance fee that became due. Despite multiple requests by ICRA, the entity's management has remained non-cooperative. In the absence of requisite information and in line with the aforesaid policy of ICRA, the rating has been continued to the "Issuer Not Cooperating" category. The rating is based on the best available information.

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	Corporate Credit Rating Methodology Policy In Respect of Non-Cooperation by a Rated Entity
Parent/Group support	Not Applicable
Consolidation/Standalone *	For arriving at the rating, ICRA has taken a consolidated view of PSR Granites (PSRG), along with its Group company, PSR Granites Pvt. Ltd. (PSRGPL), given the close business, financial and managerial linkages among them.

*Details on consolidation are provided in Annexure II

About the company

P.S.R. Granites Pvt. Ltd. and P.S.R. Granites, incorporated in 2004, are involved in the mining and export of rough blocks of granites. The PSR Group operates three quarries in Telangana at present. The Group also owns two processing facilities with a total capacity of 3,50,000 MT per annum where the granite is processed into rough blocks and is mainly exported (80-90% of total revenues) to China. The operations are managed by Mr. Palakurthi Sridhar.

Key Financial Indicators

P.S.R Granites and P.S.R Granites Pvt Ltd - Audited	FY2022	FY2023
Operating income (OI)	84.8	97.21
Profit after tax (PAT)	4.3	4.4
OPBDITA/OI (%)	17.2%	16.7%
PAT/OI (%)	5.1%	4.5%
Total outside liabilities/Tangible net worth (times)	3.7	3.1
Total debt/OPBDITA (times)	3.0	2.1
Interest coverage (times)	3.9	3.8

Source: Company, ICRA Research; PAT: Profit after tax; OPBDIT: Operating profit before depreciation, interest, taxes and amortisation Consolidation done by ICRA, the above numbers may not be comparable with PSRG's reported financials; Amount in Rs. crore

Status of non-cooperation with previous CRA:

CRA	Status	Date of Release
CRISIL	[CRISIL] B+(Stable)/ [CRISIL] A4; ISSUER NOT COOPERATING	May 22, 2024.

Any other information: None

Rating history for past three years

Current (FY2025)						Chronology of rating history for the past 3 years					
				FY2025		FY2024		FY2023		FY2022	
Instrument	Type	Amount Rated (Rs. crore)	August 30,2024	Date	Rating	Date	Rating	Date	Rating	Date	Rating
Long-term / short-term-unallocated	Long Term/Short Term	4.50	[ICRA]B+ (Stable)/[ICRA]A4 ISSUER NOT COOPERATING	02-JUL-2024	[ICRA]B+ (Stable)/[ICRA]A4 ISSUER NOT COOPERATING	16-JUN-2023	[ICRA]B+ (Stable)/[ICRA]A4	-	-	31-MAR-2022	[ICRA]B+ (Stable)/[ICRA]A4
Long-term-Cash credit-Fund based	Long Term	0.50	[ICRA]B+ (Stable) ISSUER NOT COOPERATING	02-JUL-2024	[ICRA]B+ (Stable) ISSUER NOT COOPERATING	16-JUN-2023	[ICRA]B+ (Stable)	-	-	31-MAR-2022	[ICRA]B+ (Stable)
Short-term-Cash credit-Fund-based	Short Term	10.00	[ICRA]A4 ISSUER NOT COOPERATING	02-JUL-2024	[ICRA]A4 ISSUER NOT COOPERATING	16-JUN-2023	[ICRA]A4	-	-	31-MAR-2022	[ICRA]A4

Complexity level of the rated instrument

Instrument	Complexity Indicator
Long-term – Fund-based/CC	Simple
Short-term – Fund-based	Simple
Long-term/ Short-term - Unallocated	NA

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional, or legal aspects. Details on the complexity levels of the instruments, is available on ICRA's website: [Click Here](#)

Annexure-I: Instrument details

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Cash credit	NA	NA	NA	0.50	[ICRA]B+ (Stable); ISSUER NOT COOPERATING
NA	Packing credit limit	NA	NA	NA	5.50	[ICRA] A4; ISSUER NOT COOPERATING
NA	Foreign bill discounting	NA	NA	NA	4.50	[ICRA] A4; ISSUER NOT COOPERATING
NA	Unallocated	NA	NA	NA	4.50	[ICRA]B+ (Stable)/ [ICRA]A4; ISSUER NOT COOPERATING

Source: Company

Annexure-II: List of entities considered for consolidated analysis:

Company Name	Ownership	Consolidation Approach
P.S.R Granites Pvt. Ltd.	-	Full Consolidation

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Branches



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