Hi-Tech Pipes Limited

February 26, 2019

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund Based - Term Loan	15.0	15.0	[ICRA]BBB- (Stable) ISSUER NOT COOPERATING; Withdrawn
Fund Based - Working Capital Facilities	10.0	10.0	[ICRA]BBB- (Stable)/A3 ISSUER NOT COOPERATING; Withdrawn
Total	**25.0**	**25.0**	

**Instrument details are provided in Annexure-1*

Rationale

The rating has been withdrawn in accordance with ICRA's policy on withdrawal and suspension, and as desired by the company on receipt of no objection certificate provided by the banker.

Outlook: Not applicable

Key rating drivers

Key rating drivers have not been captured as the rated instrument(s) are being withdrawn.

Liquidity position

Liquidity position has not been captured as the rated instrument(s) are being withdrawn.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology ICRA's Policy on Withdrawal and Suspension of Credit Rating
Parent/Group Support	Not applicable
Consolidation / Standalone	Not applicable

About the company

HTPL, incorporated in 1985 as M/s Ram Lal Harbans Lal Limited. The company started production of mild steel (MS) pipes from hot rolled coils in 1988. Later, it added more products to its portfolio such as CR coils and strips in 1996, GI Pipes/Coils in 2001 and GP Pipes in 2015. HTPL has four manufacturing units – two in Sikandrabad, Uttar Pradesh, one in Sanand, Gujarat and one in Hindupur, Andhra Pradesh. The total manufacturing capacity of the company is 420,000 TPA.

Key financial indicators (audited)

	FY2017	FY2018
Operating Income (Rs. crore)	637.4	1015.7
PAT (Rs. crore)	10.4	21.0
OPBDIT/OI (%)	6.3%	5.9%
RoCE (%)	1.6%	2.1%
Total Debt/TNW (times)	2.34	2.24
Total Debt/OPBDIT (times)	4.50	4.24
Interest coverage (times)	1.95	2.19

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years

		Current Rating (FY2019)			Chronology of Rating History for the past 3 years			
	Instrument	Type	Amount Rated (Rs. crore)	Amount Outstanding as on Mar 31, 2018 (Rs. crore)	Date & Rating in FY2019 February 2019	Date & Rating in FY2018 November 2017	Date & Rating in FY2017 May 2016	Date & Rating in FY2015 -
1	Term Loans	Long Term	15.0	NA	[ICRA]BBB- (Stable) ISSUER NOT COOPERATING; Withdrawn	[ICRA]BBB- (Stable) ISSUER NOT COOPERATING;	[ICRA]BBB- (Stable)	-
2	Fund-based Working Capital Limits	Long Term/ Short term	10.0	NA	[ICRA]BBB- (Stable)/A3 ISSUER NOT COOPERATING; Withdrawn	[ICRA]BBB- (Stable)/A3 ISSUER NOT COOPERATING;	[ICRA]BBB- (Stable)/ [ICRA]A3	-
	Total		**25.0**	-				

Complexity level of the rated instrument

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
	Term Loans	NA	NA	NA	15.0	[ICRA]BBB- (Stable) ISSUER NOT COOPERATING; Withdrawn
	Cash Credit	NA	NA	NA	10.0	[ICRA]BBB- (Stable)/A3 ISSUER NOT COOPERATING; Withdrawn

Source: Hi-Tech Pipes Limited

Annexure-2: List of entities considered for consolidated analysis

Company Name	Ownership	Consolidation Approach
Not applicable	Not applicable	Not applicable

ANALYST CONTACTS

Sabyasachi Majumdar
+91 124 4545 304
sabyasachi@icraindia.com

Harsh Jagnani
+91 124 4545 394
harshj@icraindia.com

Ankit Jain
+91 124 4545 865
ankit.jain@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

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ICRA Limited

Corporate Office
Building No. 8, 2nd Floor, Tower A; DLF Cyber City, Phase II; Gurgaon 122 002
Tel: +91 124 4545300
Email: info@icraindia.com
Website: www.icra.in

Registered Office
1105, Kailash Building, 11th Floor; 26 Kasturba Gandhi Marg; New Delhi 110001
Tel: +91 11 23357940-50

Branches

Mumbai	+ (91 22) 24331046/53/62/74/86/87
Chennai	+ (91 44) 2434 0043/9659/8080, 2433 0724/ 3293/3294,
Kolkata	+ (91 33) 2287 8839 /2287 6617/ 2283 1411/ 2280 0008,
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