May 11, 2020

Real Growth Commercial Enterprises Limited: Continues to remain under Non-Cooperating category

Summary of rating action:

Instruments	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund based limits	21.00	21.00	[ICRA]D ISSUER NOT COOPERATING*; Rating continues to remain under the 'Issuer Not Cooperating' category
Non-Fund based limits	4.00	4.00	[ICRA]D ISSUER NOT COOPERATING*; Rating continues to remain under the 'Issuer Not Cooperating' category
Total	**25.00**	**25.00**	

*Issuer did not cooperate; based on best available information

Rationale

The ratings for the Rs.25.00 crore bank facilities of Real Growth Commercial Enterprises Limited continue to remain under Issuer Not Cooperating category. The rating is denoted as [ICRA]D ISSUER NOT COOPERATING (pronounced ICRA D Issuer not cooperating).

ICRA has been trying to seek information from the entity so as to monitor its performance, but despite repeated requests by ICRA, the entity's management has remained non-cooperative. The current rating action has been taken by ICRA basis dated information on the issuers' 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.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology Policy on Default Recognition
Parent/Group Support	Not applicable
Consolidation / Standalone	Standalone

About the company

IRGCEL was incorporated in 1995 under the name KRS Financials Pvt. Ltd. In 2001, it was taken over by the RG Group and its name was changed to Rajesh Projects & Finance Limited, which was subsequently renamed to Real Growth Commercial Enterprises Ltd. in January 2011. The company was involved in the development of commercial offices-cum-shopping complexes till 2007. It commenced trading in stainless steel sheets of various dimensions in January 2010 in Bhiwadi (Rajasthan).

The previous detailed rating rationale is available on the following link: Click here

Status of non-cooperation with previous CRA:NA

Key financials Indicators:(Audited)

	FY2018	FY2019
Operating Income (Rs. crore)	198.95	210.54
PAT (Rs. crore)	0.97	0.57
OPBDIT/OI (%)	2.98%	1.97%
RoCE (%)	-	-
Total Outside Liabilities/Tangible Net Worth (times)	-	-
Total Debt/OPBDIT (times)	6.18	10.34
Interest Coverage (times)	-	-
DSCR	-	-

Source: Previous Report

Rating history for past three years

S. No	Name of Instrument	Current Rating (FY2021)				Chronology of Rating History for the Past 3 years			
		Type	Rated amount	Amount outstanding	Month-year & Rating	Month- year and Rating in			
						FY2020	FY2019		FY2018
			(Rs. crore)		11- May- 2020	22-Feb-2019	16-Jan-2019	05-Jul-2018	16-Aug-2017
1	Fund based limits	Long Term	21.00	-	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]B (Stable)	[ICRA]D
2	Non-fundbased limits	Long Term	4.00	-	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]D ISSUER NOT COOPERATING	[ICRA]B(Stable)	[ICRA]D

All figures in Rs. crore

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About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

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