

November 02, 2022

Robust Diastar DMCC (Formerly known as KGK Diatrade DMCC): Rating withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (USD million)	Current Rated Amount (USD million)	Rating Action
Short-term: Fund-based Limits	30.00	30.00	[ICRA]A4+; withdrawn
Total	30.00	30.00	

*Instrument details are provided in Annexure-1

Rationale

ICRA has withdrawn the rating assigned to the bank facilities of Robust Diastar DMCC (RDD) at the request of the company and based on the No Objection Certificate received from its lender. However, ICRA does not have information to suggest that the credit risk has changed since the time the rating was last reviewed. The Key Rating Drivers, Liquidity Position, Rating Sensitivities have not been captured as the rated instrument is being withdrawn. The previous detailed rating rationale is available at the following link: [Click here](#)

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology ICRA's Policy on Withdrawal of Credit Ratings
Parent/Group Support	Not applicable
Consolidation/Standalone	For arriving at the ratings, ICRA has consolidated the financials of RDD and its subsidiary Delight LLC.

About the Company

Incorporated on August 15, 2015 in Dubai, Robust Diastar DMCC (erstwhile KGK Diatrade DMCC) has been trading in rough and polished diamonds. The ultimate holding company is Sino Charm Limited, registered in the British Virgin Islands, which is wholly owned by Mr. Sanjay Navrattan Kothari. Robust Diastar DMCC has a wholly owned subsidiary, 'Delight LLC', which was incorporated in FY2019, for distributing polished diamonds in Russia. The name of the company was changed to Robust Diastar DMCC from KGK Diatrade DMCC in February 2021.

Key financial indicators (Consolidated – Audited)

	FY2020	FY2021
Operating Income (USD million)	23.1	193.3
PAT (USD million)	0.5	6.8
OPBDIT/OI (%)	3.4%	4.1%
PAT/OI (%)	2.0%	3.5%
Total Outside Liabilities/Tangible Net Worth (times)	3.4	6.0
Total Debt/OPBDIT (times)	5.3	5.1
Interest Coverage (times)	2.6	6.1

PAT: Profit after Tax; OPBDIT: Operating Profit before Depreciation, Interest, Taxes and Amortisation; All ratios as per ICRA calculations

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

	Instrument	Type	Current Rating (FY2023)			Chronology of Rating History for the past 3 years			
			Amount Rated (USD million)	Amount Outstanding (USD million)	Date & Rating in FY2023	Date & Rating in FY2022	Date & Rating in FY2021	Date & Rating in FY2020	
					02-Nov-2022	03-Nov-2021	05-Oct-2020	-	
1	Fund-based working capital limits	Short-term	30.00	-	[ICRA]A4+; Withdrawn	[ICRA]A4+	[ICRA]A4+	-	

Complexity level of the rated instruments

Instrument	Complexity Indicator
Short-term - Fund-based Limits	Simple

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: www.icra.in

Annexure-1: Instrument details

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (USD million)	Current Rating and Outlook
NA	Working Capital Facility	-	-	-	30.00	[ICRA]A4+; Withdrawn

Source: Company

Annexure-2: List of entities considered for consolidated analysis

Sr.	Company Name	Consolidation Approach
1	Robust Diastar DMCC	Full Consolidation
2	Delight LLC	Full Consolidation

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