

November 15, 2022

VD Global Private Limited: Rating withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term / Short Term – Fund Based Limits	199.95	199.95	[ICRA] BBB- (Stable)/[ICRA]A3; Withdrawn
Long Term / Short Term – Unallocated Limits	0.05	0.05	[ICRA] BBB- (Stable)/[ICRA]A3; Withdrawn
Long Term – Fund Based – Term Loans	23.68	23.68	[ICRA] BBB- (Stable); Withdrawn
Total	223.68	223.68	

*Instrument details are provided in Annexure-1

Rationale

ICRA has withdrawn the rating assigned to the bank facilities of VD Global Private Limited (VDGPL) at the request of the company and based on the no objection certificate received from its lenders. 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Key Rating Drivers, Liquidity Position, Rating Sensitivities have not been captured as the rated instrument is being withdrawn.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	Standalone

About the Company

VGPL was established as a partnership firm in 1983 by Mr. Vallabhbhai Vaghasia, Mr. Muljibhai Vaghasia and Mr. Bhavanbhai Vaghasia to manufacture and export CPDs. The entity was reconstituted as a private limited company in March 2014. At present, the business is handled by Mr. Vallabhbhai Vaghasia, Mr. Muljibhai Vaghasia and Mr. Bhavanbhai Vaghasia along with their sons – Mr. Vandit, Mr. Sumit and Mr. Kenil Vaghasia. VDPL's registered office is in Mumbai (Maharashtra) and manufacturing facilities in Surat (Gujarat).

Key financial indicators

	FY2021(A)	FY2022(A)
Operating Income (Rs. crore)	415.2	792.8
PAT (Rs. crore)	3.0	12.2
OPBDIT/OI (%)	3.7%	3.2%
PAT/OI (%)	0.7%	1.5%
Total Outside Liabilities/Tangible Net Worth (times)	1.3	1.5
Total Debt/OPBDIT (times)	11.1	7.7

	FY2021(A)	FY2022(A)
Interest Coverage (times)	1.8	2.1

A – Audited; PAT: Profit after Tax; OPBDIT: Operating Profit before Depreciation, Interest, Taxes and Amortisation

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 (Rs. crore) as on March 31, 2022	Date & Rating in FY2023	Date & Rating in FY2022		Date & Rating in FY2021	Date & Rating in FY2020	
					15-Nov-2022	21-Sep-2021	29-Jul-2021	08-Oct-2020	16-Mar-2020	30-Sep-2019
1	Fund-based limits	Long-term / Short-term	199.95	-	[ICRA]BBB-(Stable)/[ICRA]A3; Withdrawn	[ICRA]BBB-(Stable)/[ICRA]A3	[ICRA]BBB-(Stable)/[ICRA]A3	[ICRA]BBB-(Stable)/[ICRA]A3	[ICRA]BBB-(Negative)/[ICRA]A3+	[ICRA]BBB-(Negative)/[ICRA]A3+
2	Unallocated limits	Long-term / Short-term	0.05	-	[ICRA]BBB-(Stable)/[ICRA]A3; Withdrawn	[ICRA]BBB-(Stable)/[ICRA]A3	[ICRA]BBB-(Stable)/[ICRA]A3	[ICRA]BBB-(Stable)/[ICRA]A3	[ICRA]BBB-(Negative)/[ICRA]A3+	[ICRA]BBB-(Negative)/[ICRA]A3+
3	Fund-based Term Loans	Long-term	23.68	20.61	[ICRA]BBB-(Stable); Withdrawn	[ICRA]BBB-(Stable)	-	-	-	-

Complexity level of the rated instruments

Instrument	Complexity Indicator
Long-term/Short-term - Fund-based limits	Simple
Long-term/Short-term - Unallocated limits	Not applicable
Long-term – Term Loans	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: [Click Here](#)

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	Working capital limits	NA	NA	NA	93.00	[ICRA]BBB-(Stable)/[ICRA]A3
NA	Working capital limits	NA	NA	NA	57.15	[ICRA]BBB-(Stable)/[ICRA]A3
NA	Working capital limits	NA	NA	NA	25.00	[ICRA]BBB-(Stable)/[ICRA]A3
NA	Working capital limits	NA	NA	NA	24.80	[ICRA]BBB-(Stable)/[ICRA]A3
NA	Unallocated limits	NA	NA	NA	0.05	[ICRA]BBB-(Stable)/[ICRA]A3
NA	Term Loans	July 2021	8.35%	FY2026	8.00	[ICRA]BBB-(Stable)
NA	Term Loans	July 2021	8.65%	FY2026	2.78	[ICRA]BBB-(Stable)
NA	Term Loans	May 2021	9.25%	FY2026	12.90	[ICRA]BBB-(Stable)

Source: Company

[Please click here to view details of lender-wise facilities rated by ICRA](#)

Annexure-2: List of entities considered for consolidated analysis : Not applicable

ANALYST CONTACTS

Jayanta Roy

+91 33 7150 1100

jayanta@icraindia.com

Priyesh Ruparelia

+91 22 6169 3328

priyesh.ruparelia@icraindia.com

Sakshi Suneja

+91 22 6169 3349

sakshi.suneja@icraindia.com

Taanisha Sharma

+91 22 6169 3379

Taanisha.sharma@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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