

January 12, 2023

Rocket Kommerce LLP: Ratings withdrawn for PTCs under one trade receivables securitisation transaction

Summary of rating action

Trust Name	Instrument*	Initial Rated Amount (Rs. crore)	Previous rated amount (Rs. crore)	Current Amount Outstanding (Rs. crore)	Rating Action
GREAT KAPITAL 01	PTC Series A1	73.31	73.04	0.00	[ICRA]A1+(SO); Withdrawn

*Instrument details are provided in Annexure-I

Rationale

ICRA has withdrawn the ratings for pass-through certificates (PTCs) tabulated above issued under one trade receivables securitisation transaction of Rocket Kommerce LLP (RKLLP), rated [ICRA]A-(Stable)/[ICRA]A2+. All the payouts to the investors in the above-mentioned instruments have been made and no further payments are due to the investors.

The key rating drivers, liquidity position, rating sensitivities have not been captured as the rating assigned to the instrument has been withdrawn. The previous detailed rating rationale of previous rating exercise is available at the following link:

[Click here](#)

Analytical approach

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

About the originator

Rocket Kommerce LLP (RKLLP), incorporated in 2011, is a leading e-commerce retailing company in India. It has been partnering leading e-commerce platforms like Amazon in India since 2014. It currently procures mobile phones from brands like Oppo, Oneplus and Xiaomi and sells them on the Amazon platform. Also, in October 2020, the LLP had entered into an agreement with Aditya Birla Fashion and Retail Private Limited to engage in the business of procurement and distribution of textiles, fabrics, apparel and other products.

Wishery Online Private Limited was incorporated on September 4, 2015, and commenced operations from FY2019. It carries out the distribution business for sellers on the Flipkart platform. Westbury Holdings Pvt Ltd was incorporated on March 27, 2007, and commenced operations from January 2021. Westbury is the authorised and exclusive online distributor for Aditya Birla Fashion and Retail for all its brands (Peter England, Louis Phillipe, Pantaloons) for various online platforms. Valuecart Private Limited was incorporated on July 11, 2016 and began operations from April 2019. It procures goods from foreign brands and sell them on Amazon. RK WorldInfocom began as a distributor for Nokia in July 2003 and in Q4 FY2022 and also started dealing in FMCG products. The Group is also involved in the trading and procurement of fabrics through RK Fabrics India Private Limited.

Key financial indicators

	RK LLP Standalone (audited)		Consolidated*	
	FY2021	FY2022	FY2021	FY2022
Operating income (Rs. crore)	2923.86	2851.76	10072.65	10218.41
PAT (Rs. crore)	15.79	13.33	37.07	38.20
OPBDIT/OI (%)	0.92%	0.99%	0.35%	0.44%
PAT/OI (%)	0.54%	0.47%	0.37%	0.37%
Total outside liabilities**/Tangible net worth (times)	2.98	6.20	6.76	12.17
Total debt/OPBDIT (times)	2.48	8.34	2.47	12.54
Interest coverage (times)	5.54	2.32	6.29	2.79

PAT: Profit after tax; OPBDIT: Operating profit before depreciation, interest, taxes and amortisation; ROCE: PBIT/Avg (Total debt + Tangible net worth + Deferred tax liability - Capital work in progress); DSCR: (PBIT + Mat credit entitlements - Fair value gains through P&L - Non-cash extraordinary gain/loss)/(Interest + Repayments made during the year);*standalone audited financials added manually; **includes unsecured loans of Rs. 10.6 crore in FY2021 and Rs. 16.5 crore in FY2022 at standalone level, Rs. 30.2 crore in FY2021 and Rs. 78.5 crore in FY2022 at consolidated level. Source: Company data; ICRA research

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Sr. No.	Trust Name	Current Rating (FY2023)						Chronology of Rating History for the Past 3 Years		
		Instrument	Initial Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating in FY2023	Date & Rating in FY2023	Date & Rating in FY2023	Date & Rating in FY2022	Date & Rating in FY2021	Date & Rating in FY2020
					January 12, 2023	May 11, 2022	May 02, 2022	-	-	-
1	GREAT KAPITAL 01	PTC Series A1	73.31	0.00	[ICRA]A1+(SO) withdrawn	[ICRA]A1+(SO)	Provisional [ICRA]A1+(SO)	-	-	-

Complexity level of the rated instrument

Trust Name	Instrument	Complexity Indicator
GREAT KAPITAL 01	PTC Series A1	Moderately Complex

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 Number	Trust Name	Instrument	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating
INE0LPX15017	GREAT KAPITAL 01	PTC Series A1	May 2022	6.18%	October 21, 2022	0.00	[ICRA]A1+(SO) withdrawn

Source: Company

Annexure-II: List of entities considered for consolidated analysis

Not Applicable

ANALYST CONTACTS

Abhishek Dafria

+91 22 6114 3440

abhishek.dafria@icraindia.com

Samriddhi Chowdhary

+91 22 6114 3462

samriddhi.chowdhary@icraindia.com

Sachin Joglekar

+91 22 6114 3470

sachin.joglekar@icraindia.com

Gaurav Mashalkar

+91 22 6114 3431

gaurav.mashalkar@icraindia.com

Priya Gounder

+91 22 6114 3454

priya.gounder@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:

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.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

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



© Copyright, 2023 ICRA Limited. All Rights Reserved.

Contents may be used freely with due acknowledgement to ICRA.

ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance, which may lead to revision in ratings. An ICRA rating is a symbolic indicator of ICRA's current opinion on the relative capability of the issuer concerned to timely service debts and obligations, with reference to the instrument rated. Please visit our website www.icra.in or contact any ICRA office for the latest information on ICRA ratings outstanding. All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable, including the rated issuer. ICRA however has not conducted any audit of the rated issuer or of the information provided by it. While reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies may have provided services other than rating to the issuer rated. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents.