

February 15, 2023

NCL VEKA Private Limited: Rating Withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term Fund-based – Term Loan	6.88	6.88	[ICRA]BBB+(Positive); Withdrawn
Long Term – fund Based – Cash Credit	25.50	25.50	[ICRA]BBB+(Positive); Withdrawn
Short Term – Non-fund based	7.50	7.50	[ICRA]A2; Withdrawn
Unallocated Limits	0.12	0.12	[ICRA]BBB+(Positive)/[ICRA]A2; Withdrawn
Total	40.00	40.00	

*Instrument details are provided in Annexure-I

Rationale

ICRA has withdrawn the rating assigned to the bank facilities of **NCL VEKA Private Limited** at the request of the company and based on the No Objection Certificate received from the banker, and in accordance with ICRA's policy on withdrawal. 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Position, Rating Sensitivities and Key Financial Indicator have not been captured as the rated instruments are being withdrawn.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 Policy on Withdrawal of Credit Ratings
Parent/Group support	Not Applicable
Consolidation/Standalone	For arriving at NCLVL's ratings, ICRA has considered its consolidated financials. List of entities forming part of NCLVL's consolidated financials have been enlisted in Annexure -2

About the company

Incorporated in 2008, NCL Veka Private Limited (NCLVL, erstwhile NCL Wintech India Limited) manufactures UPVC profiles, UPVC doors and windows. It started operations in 2009 and has one manufacturing and fabrication unit in Hyderabad and one fabrication unit (for doors and windows) in Chennai. The total installed capacity of UPVC profiles is 23,400 MT per annum and that of UPVC doors and windows is 11,40,000 sqft per annum as of March 2022. The company sells UPVC profiles under two different brands, namely VEKA and Plastone. It also started trading of medium-range UPVC profiles imported from China under the brand, PlastoneT from FY2017. NCLVL has floated a subsidiary, Plastone UPVC Profiles Private Limited, which is involved in sale of Plastone and PlastoneT from January 2018. Further, NCLVL has incorporated GEALAN Private Limited (a wholly owned subsidiary) in FY2021, which is into manufacturing of profiles.

VEKA AG, founded in 1969 is a German extruder of UPVC profiles headquartered in Sendenhorst, Germany. VEKA AG has around 36 subsidiaries across the world with revenue of more than Rs. 9,000 crore and around 6,500 employees across four continents. VEKA AG has acquired a 50% stake in NCLVL in November 2017 through secondary share purchase.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instru ment		Current rating (FY2023)				Chronology of rating history for the past 3 years			
		Type	Amount rated (Rs. crore)	Amount outstandin g (Rs. crore)	Date & rating in FY2023		Date & rating in FY2022	Date & rating in FY2021	Date & rating in FY2020
					Feb 15, 2023	Nov 15, 2022	Oct 29, 2021	Aug 06, 2020	Aug 06, 2019
1	Term Loan	Long Term	6.88	-	[ICRA]BBB+ (Positive); Withdrawn	[ICRA]BBB+ (Positive)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)
2	Cash Credit	Long Term	25.50	-	[ICRA]BBB+ (Positive); Withdrawn	[ICRA]BBB+ (Positive)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)
3	Non- Fund Based Limits	Short Term	7.50	-	[ICRA]A2; Withdrawn	[ICRA]A2	[ICRA]A2	[ICRA]A2	[ICRA]A2
4	Unalloc ated Limits	Long Term / Short Term	0.12	-	[ICRA]BBB+ (Positive)/ [ICRA]A2; Withdrawn	[ICRA]BBB+ (Positive)/[ICRA] A2	[ICRA]BBB+ (Stable)/[ICRA] A2	[ICRA]BBB+ (Stable)/[ICRA] A2	[ICRA]BBB+ (Stable)/[ICRA] A2

Complexity level of the rated instruments

Instrument	Complexity Indicator
Long-term Fund-based – Term Loan	Simple
Long Term – Fund Based – Cash Credit	Simple
Short Term – Non-fund based	Very Simple
Unallocated Limits	NA

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 are available on ICRA's website: [Click Here](#)

Annexure I: Instrument details

ISIN No	Instrument Name	Date of Issuance	Coupon Rate	Maturity	Amount Rated (Rs. Crore)	Current Rating and Outlook
NA	Fund based – Term loans	Feb-2018	NA	Mar-2023	6.88	[ICRA]BBB+ (Positive); Withdrawn
NA	Fund based – Cash credit limits	NA	NA	NA	25.50	[ICRA]BBB+ (Positive); Withdrawn
NA	Non-fund-based limits	NA	NA	NA	7.50	[ICRA]A2; Withdrawn
NA	Unallocated Limits	NA	NA	NA	0.12	[ICRA]BBB+ (Positive)/[ICRA]A2; Withdrawn

Source: Company

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

Annexure II: List of entities considered for consolidated analysis:

Company Name	NCLVL Ownership	Consolidation Approach
Plastone uPVC Profiles Private Limited	99.99%	Full Consolidation
GEALAN Private Limited	100.00%	Full Consolidation

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