

November 29, 2023

## Toshali Cements Private Limited: Moved to Non-Cooperating Category on best available information

### Summary of rating action

Instrument <sup>^</sup>	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term – Fund-based – Cash credit	14.00	14.00	[ICRA]D ISSUER NOT COOPERATING*; Rating moved to Issuer Not Cooperating category
Long-term – Non-fund Based	1.10	1.10	[ICRA]D ISSUER NOT COOPERATING*; Rating moved to Issuer Not Cooperating category
Long-term / Short-term – Unallocated	14.90	14.90	[ICRA]D/[ICRA]D ISSUER NOT COOPERATING*; Rating moved to Issuer Not Cooperating category
<b>Total</b>	<b>30.00</b>	<b>30.00</b>	

\*Issuer did not cooperate; based on best available information.

<sup>^</sup>Instrument details are provided in Annexure I

### Rationale

ICRA has moved the ratings for the bank facilities of Toshali Cements Private Limited in the 'Issuer Not Cooperating' category. The rating is denoted as "[ICRA]D/[ICRA]D ISSUER NOT COOPERATING".

The rating is based on limited cooperation from the entity since the time it was last rated in March 2023. As a part of its process and in accordance with its rating agreement with Toshali Cements Private Limited, ICRA has been sending repeated reminders to the entity for payment of surveillance fee that became due. Despite multiple requests by ICRA, the entity's management has remained non-cooperative. In the absence of requisite cooperation and in line with SEBI's Circular No. SEBI/HO/MIRSD4/CIR/2016/119, dated November 01, 2016, the rating has been moved to the "Issuer Not Cooperating" category. The rating action has been taken in accordance with ICRA's policy on non-cooperation by a rated entity available at [www.icra.in](http://www.icra.in).

Please refer to the following link for the previous detailed rationale that captures the key rating drivers and their description, liquidity position, rating sensitivities : [Click here](#). ICRA is unable to provide the latest information because of non-cooperation by the entity.

### Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	<a href="#">Corporate Credit Rating Methodology</a> <a href="#">Policy in respect of Non-cooperation by a rated entity</a> <a href="#">Policy on Default Recognition</a> <a href="#">Rating Methodology for entities in Cement Industry</a>
Parent/Group support	Not Applicable
Consolidation/Standalone	The ratings are based on standalone financial statements of the company

## About the company

Toshali Cements Private Ltd (TCPL) was incorporated in 2002 and is involved in manufacturing and sale of Portland Pozzolana Cement (PPC), Ordinary Portland Cement (OPC-53 grade), Portland Slag Cement (PSC), Ground Granulated Blast Furnace Slag (GGBS) and other construction materials for binding such as 'nanofine' cement additive. The company has a clinker production capacity of 1,000-tonnes per day (TPD) and a 700-TPD cement production (grinding unit) capacity at its Ampavalli plant in Odisha. It has a 1,200-TPD grinding unit at Choudwar, Odisha. Overall, it has a clinker production capacity of 1,000 TPD (around 0.33 million MTPA) and a cement production capacity of 1,900 TPD (0.63 million MTPA). TCPL sells its cement under the Gajapati brand name.

## Key financial indicators (audited)

	FY2021	FY2022
Operating income (Rs. crore)	81.4	103.0
PAT (Rs. crore)	-14.3	-18.3
OPBDIT/OI (%)	-6.5%	-10.2%
PAT/OI (%)	-17.5%	-17.8%
Total outside liabilities/Tangible net worth (times)	991.6	-9.3
Total debt/OPBDIT (times)	-14.3	-8.2
Interest coverage (times)	-1.0	-2.2

PAT: Profit after Tax; OPBDIT: Operating Profit before Depreciation, Interest, Taxes and Amortisation; Total assets and net worth exclude revaluation reserves

Note: Amount in Rs. crore

Source: Company data, ICRA Research

## Status of non-cooperation with previous CRA: Not Applicable

## Any other information: None

## Rating history for past three years

Instrument	Current Rating (FY2024)				Chronology of Rating History for the Past 3 Years			
	Type	Amount Rated (Rs. crore)	Amount Outstanding as on March 31, 2023 (Rs. crore)	Date & Rating in FY2024	Date & Rating in FY2023		Date & Rating in FY2022	Date & Rating in FY2021
				Nov 29, 2023	Mar 20, 2023	May 6, 2022	-	Mar 31, 2021
1 Fund-based – Cash credit	Long-term	14.00	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D	[ICRA]B(Stable)	-	[ICRA]B(Stable)
2 Non-Fund based	Long-term	1.10	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D	[ICRA]B(Stable)	-	[ICRA]B(Stable)
3 Unallocated	Long Term/ Short Term	14.90	-	[ICRA]D/[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D/[ICRA]D	[ICRA]B(Stable)/[ICRA]A4	-	[ICRA]B(Stable) / [ICRA]A4

## Complexity level of the rated instrument

Instrument	Complexity Indicator
Long-term – Fund-based – Cash credit	Simple
Long-term – Non-fund based	Simple

**Long-term/Short-term – Unallocated**

Not Applicable

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	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (RS Crore)	Current Rating and Outlook
-	Cash credit	NA	NA	NA	14.00	[ICRA]D; ISSUER NOT COOPERATING
-	Non-fund based limits	NA	NA	NA	1.10	[ICRA]D; ISSUER NOT COOPERATING
-	Unallocated	NA	NA	NA	14.90	[ICRA]D/[ICRA]D; ISSUER NOT COOPERATING

Source: Company

#### Annexure II: List of entities considered for consolidated analysis: Not Applicable

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For more information, visit [www.icra.in](http://www.icra.in)

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### Branches



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