

April 25, 2024

Madhucon Granites Limited: Ratings Withdrawn

Summary of rating action

Instrument [^]	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term-Fund Based-Term Loan	82.06	82.06	[ICRA]D; ISSUER NOT COOPERATING*; Withdrawn
Short Term-Fund Based-Cash Credit	42.57	42.57	[ICRA]D; ISSUER NOT COOPERATING*; Withdrawn
Short Term-Non Fund Based- Others	9.10	9.10	[ICRA]D; ISSUER NOT COOPERATING*; Withdrawn
Total	133.73	133.73	

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

[^]Instrument details are provided in Annexure-I

Rationale

ICRA has withdrawn the ratings assigned to the bank facilities and not reviewed due to lack of information of Madhucon Granites Limited at the request of the company and based on the No Dues Certificate (NDC) and No Objection Certificates (NOC) received from its bankers. The Key Rating Drivers and their description, Liquidity Position, Rating Sensitivities, Key financial indicators have not been captured as the rated instruments are being withdrawn.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	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology Policy on Default Recognition Policy on withdrawal of Credit Ratings
Parent/Group Support	NA
Consolidation/Standalone	Standalone

About the company

Madhucon Granites Limited, a part of Madhucon Group, was incorporated in 1994 as a private limited company and is closely held by the promoters. The company is involved in manufacturing of polished granite slabs. It has one processing unit at Hosur (Tamil Nadu) with an installed capacity of 6.5 lakh sq. mtr. The company also has 13 operational quarries mainly located in Andhra Pradesh, Tamil Nadu and Karnataka. Madhucon Group has diversified interests across industries including construction, granite, coal, sugar and power. MGL has three subsidiaries, namely, Madhucon Sugar and Power Industries Limited (MSPIL), Nama Granites Private Limited (NGPL- not operational) and Nama Holdings Pte Limited (NHPL). MSPIL has a sugar plant in Khammam (Andhra Pradesh) with an installed capacity of 3500 tons of canes per day and a power plant with a capacity of generating 24.2 MW from baggase and coal. MSPIL has also established a distillery unit in 2015 with a capacity of 65 kilo litres per day. NHPL is a Singapore based entity which has in turn invested in the Group's Indonesian entities for the procurement of imported coal; however, the same is currently not operational.

Status of non-cooperation with previous CRA:

CRA	Status	Date of Release
Brickworks	BWR D/ BWR D; ISSUER NOT COOPERATING	November 14, 2023

Any other information: None

Rating history for past three years

Instrument	Type	Current Rating (FY2025)		Chronology of Rating History for the past 3 years				
		Amount Rated (Rs. Crore)	Amount Outstanding (Rs. Crore)	Date & Rating in		Date & Rating in FY2023	Date & Rating in FY2022	Date & Rating in FY2021
				25-Apr-2024	08-Apr-2024	24-Feb-2023	26-Nov-2021	01-Sep-2020
1 Term Loan	Long Term	82.06	-	[ICRA]D; ISSUER NOT COOPERATING; Withdrawn	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING
2 Cash Credit	Short Term	42.57	-	[ICRA]D; ISSUER NOT COOPERATING; Withdrawn	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING
3 Non Fund Based	Short Term	9.10	-	[ICRA]D; ISSUER NOT COOPERATING; Withdrawn	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING

Complexity level of the rated instrument

Instrument	Complexity Indicator
Term Loan	Simple
Cash Credit	Simple
Non Fund Based	Very 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-I: Instrument details

ISI N No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (RS Crore)	Current Rating and Outlook
NA	Long Term Fund Based-Term Loan	-	-	-	82.06	[ICRA]D; ISSUER NOT COOPERATING; Withdrawn
NA	Short Term-Fund Based-Cash Credit	-	-	-	42.57	[ICRA]D; ISSUER NOT COOPERATING; Withdrawn
NA	Short Term -Non Fund Based	-	-	-	9.10	[ICRA]D; ISSUER NOT COOPERATING; Withdrawn

Source: Madhucon Granites Limited

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

ANALYST CONTACTS

Rajeshwar Burla
+91 40 4067 6527
rajeshwar.burla@icraindia.com

Subhechha Banerjee
+91 33 7150 1130
subhechha.banerjee@icraindia.com

Susmita Biswas
+91-033 7150 1182
susmita.biswas@icraindia.com

RELATIONSHIP CONTACT

L. Shivakumar
+91-022-6114 3406
shivakumar@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

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ICRA Limited



Registered Office

B-710, Statesman House, 148, Barakhamba Road, New Delhi-110001

Tel: +91 11 23357940-45



Branches



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