

May 29, 2024

Magna Projects Private Limited: Continues to remain under issuer Non-Cooperating category

Summary of rating action

Instrument [^]	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund Based – Cash Credit	10.00	10.00	[ICRA]D; ISSUER NOT COOPERATING*; Rating continues to remain under ‘Issuer Not Cooperating’ category
Non-fund-Based- Others	10.00	10.00	[ICRA]D; ISSUER NOT COOPERATING*; Rating continues to remain under ‘Issuer Not Cooperating’ category
Unallocated Limits	15.00	15.00	[ICRA]D; ISSUER NOT COOPERATING / [ICRA]D;ISSUER NOT COOPERATING *; Rating continues to remain under ‘Issuer Not Cooperating’ category
Total	35.00	35.00	

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

[^]Instrument details are provided in Annexure-1

Rationale

ICRA has kept the Long-Term and Short-term rating for the Bank facilities of Magna Projects Private Limited in the ‘Issuer Not Cooperating’ category. The rating is denoted as “[ICRA]D; ISSUER NOT COOPERATING/[ICRA]D;ISSUER NOT COOPERATING”.

As part of its process and in accordance with its rating agreement with Magna Projects Private Limited, ICRA has been trying to seek information from the entity so as to monitor its performance. Further, 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 information and in line with the aforesaid policy of ICRA, the rating has been continued to the “Issuer Not Cooperating” category. The rating is based on the best available information.

Please refer to the following link for the previous detailed rationale that captures Key rating drivers and their description, Liquidity position, Rating sensitivities, Key financial indicators: [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	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology Policy on Default Recognition
Parent/Group Support	NA
Consolidation/Standalone	Not Applicable

About the company

MPPL, incorporated in 1996, is involved in trading of gold and silver, and jewellery manufacturing. Gold trading accounts for a major portion of the company's total revenues. The company sells bullion mainly to jewellery manufacturers and traders in West Bengal and other states in eastern India. MPPL's head office is in Kolkata and has branch offices in Patna and Bhubaneswar. In FY2018, the company reported a net loss of Rs. 0.10 crore on an operating income of Rs. 831.87 crore compared to a net profit of Rs. 0.86 crore on an operating income of Rs. 1,316.34 crore in the previous year. MPPL's Group company, G. N. Bullion Private Limited (GNBPL; rated at [ICRA]D ISSUER NOT COOPERATING) mainly manufactures and sells gold jewellery in the wholesale market.

Status of non-cooperation with previous CRA: NA

Any other information: None

Rating history for past three years

	Instrument	Current Rating (FY2025)				Chronology of Rating History for the past 3 years		
		Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating in	Date & Rating in FY2023	Date & Rating in FY2022	Date & Rating in FY2021
					May 29, 2024	Mar 30, 2023	Jan 27, 2022	Nov 24, 2020
1	Cash Credit	Long Term	10.00	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING
2	Non-Fund Based	Short Term	10.00	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING
3	Unallocated	Long Term / Short Term	15.00	-	[ICRA]D; ISSUER NOT COOPERATING / [ICRA]D; ISSUER NOT COOPERATING	[ICRA]D/[ICRA]D ; ISSUER NOT COOPERATING	[ICRA]D/[ICRA]D ; ISSUER NOT COOPERATING	[ICRA]D/[ICRA]D ; ISSUER NOT COOPERATING

Complexity level of the rated instrument

Bank limits	Complexity Indicator
Cash Credit	Simple
Non-Fund Based	Very Simple
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 analyzing 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	Cash Credit	-	-	-	10.00	[ICRA]D; ISSUER NOT COOPERATING
NA	Non-Fund Based Facilities	-	-	-	10.00	[ICRA]D; ISSUER NOT COOPERATING
NA	Unallocated	-	-	-	15.00	[ICRA]D; ISSUER NOT COOPERATING /[ICRA]D;ISSUER NOT COOPERATING

Source: Magna Projects Private Limited

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

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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.

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