

July 17, 2024

MMTC - Pamp India Private Limited: Change in limits

Summary of rating action

Instrument*	Current Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Issuer Rating	-	-	[ICRA]A+ (Stable); outstanding
Long-term Fund-based – Working Capital Facilities	700.00	700.10	[ICRA]A+ (Stable); outstanding
Long-term Fund-based – Interchangeable [^]	(1,000.00)	(1,000.00)	[ICRA]A+ (Stable); outstanding
Short-term – Non-Fund based – Working Capital Facilities	2,475.00	2,475.00	[ICRA]A1; outstanding
Short-term – Non-Fund based – Interchangeable [#]	(490.00)	(490.00)	[ICRA]A1; outstanding
Long-term/ Short-term – Non-Fund based – Working Capital Facilities	95.00	95.00	[ICRA]A+ (Stable)/ [ICRA]A1; outstanding
Long-term/ Short-term – Non-Fund based – Interchangeable ^{\$}	(270.00)	(270.00)	[ICRA]A+ (Stable)/ [ICRA]A1; outstanding
Long-term/ Short-term – Unallocated Limits	737.00	736.90	[ICRA]A+ (Stable)/ [ICRA]A1; outstanding
Total	4,007.00	4,007.00	

* Instrument details are provided in Annexure – I

[^] Fund-based working capital facilities are the sub-limit of letter of credit

[#] Letter of credit is the sub-limit of fund-based working capital facilities

^{\$} Bank guarantee is the sub-limit of letter of credit/ fund-based working capital facilities

Rationale

This rationale is being released to convey the change in the lender wise facilities of the rated limits, based on the latest information received from the entity.

Please refer to the following link for the previous detailed rationale that captures key rating drivers and their description, the liquidity position and rating sensitivities: [Click here](#)

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Corporate Credit Rating Methodology
Parent/Group support	Not applicable
Consolidation/Standalone	For arriving at the ratings, ICRA has considered the consolidated financials of MPIPL, as enlisted in Annexure – II

About the company

MMTC – Pamp India Private Limited is a joint venture between MMTC Limited (owing a 26.00% stake; a mini-ratna PSU) and PAMP Ventures SA (holding a 72.65% stake; a part of the MKS PAMP Group). The company is the largest refiner of gold and silver in India with a capacity to process 300 metric tonnes per year of gold, 600 metric tonnes per year of silver and mint 25 lakh coins per year. It is the only refiner in India to have ‘Good Delivery’ accreditation for gold and silver by the London Bullion Makers Association.

Key financial indicators (audited)

MPIPL, Consolidated	FY2022	FY2023	FY2024
Operating income	29,278	31,520	37,869
PAT	42	112	464
OPBDIT/OI	0.7%	0.9%	2.2%
PAT/OI	0.1%	0.4%	1.2%
Total outside liabilities/Tangible net worth (times)	8.6	7.4	2.9
Total debt/OPBDIT (times)	6.2	8.4	1.7
Interest coverage (times)	3.0	2.8	9.1

Source: MMTC – Pamp India Private Limited, ICRA Research; All ratios as per ICRA's calculations; Amount in Rs. crore

PAT: Profit after tax; OPBDIT: Operating profit before depreciation, interest, taxes and amortisation

Note: LC-backed creditors have been reclassified as borrowings

Status of non-cooperation with previous CRA: Not applicable

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)	Date & rating in FY2025	Date & rating in FY2024	Date & rating in FY2022	Date & rating in FY2021
			Jul 17, 2024	Mar 31, 2024	-	-
1 Issuer Rating	Long Term	-	[ICRA]A+ (Stable)	[ICRA]A+ (Stable)	-	-
2 Fund-based – Working Capital Facilities	Long Term	700.10	[ICRA]A+ (Stable)	[ICRA]A+ (Stable)	-	-
3 Fund-based – Interchangeable [^]	Long Term	(1,000.00)	[ICRA]A+ (Stable)	[ICRA]A+ (Stable)	-	-
4 Non-Fund based – Working Capital Facilities	Short Term	2,475.00	[ICRA]A1	[ICRA]A1	-	-
5 Non-Fund based – Interchangeable [#]	Short Term	(490.00)	[ICRA]A1	[ICRA]A1	-	-
6 Non-Fund based – Working Capital Facilities	Long Term/Short Term	95.00	[ICRA]A+ (Stable)/[ICRA]A1	[ICRA]A+ (Stable)/[ICRA]A1	-	-
7 Non-Fund based – Interchangeable ^{\$}	Long Term/Short Term	(270.00)	[ICRA]A+ (Stable)/[ICRA]A1	[ICRA]A+ (Stable)/[ICRA]A1	-	-
8 Unallocated Limits	Long Term/Short Term	736.90	[ICRA]A+ (Stable)/[ICRA]A1	[ICRA]A+ (Stable)/[ICRA]A1	-	-

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Complexity level of the rated instruments

Instrument	Complexity Indicator
Issuer Rating	Not Applicable
Long-term fund-based – Working Capital Facilities	Simple
Long-term fund-based – Interchangeable	Simple

Short-term non-fund based – Working Capital Facilities	Very Simple
Short-term non-fund based – Interchangeable	Very Simple
Long-term/ Short-term non-fund based – Working Capital Facilities	Very Simple
Long-term/ Short-term non-fund based – Interchangeable	Very Simple
Unallocated Limits	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	Coupon Rate	Maturity	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Issuer Rating	NA	NA	NA	-	[ICRA]A+ (Stable)
NA	FBWC Facilities 1 [^]	-	-	-	(600.00)	[ICRA]A+ (Stable)
NA	FBWC Facilities 2 [^]	-	-	-	(400.00)	[ICRA]A+ (Stable)
NA	FBWC Facilities 3	-	-	-	450.00	[ICRA]A+ (Stable)
NA	FBWC Facilities 4	-	-	-	100.00	[ICRA]A+ (Stable)
NA	FBWC Facilities 5	-	-	-	150.00	[ICRA]A+ (Stable)
NA	FBWC Facilities 6	-	-	-	0.10	[ICRA]A+ (Stable)
NA	Letter of Credit 1	-	-	-	735.00	[ICRA]A1
NA	Letter of Credit 2	-	-	-	400.00	[ICRA]A1
NA	Letter of Credit 3 [#]	-	-	-	(350.00)	[ICRA]A1
NA	Letter of Credit 4	-	-	-	480.00	[ICRA]A1
NA	Letter of Credit 5 [#]	-	-	-	(140.00)	[ICRA]A1
NA	Letter of Credit 6	-	-	-	800.00	[ICRA]A1
NA	Bank Guarantee 1 ^{\$}	-	-	-	(100.00)	[ICRA]A+ (Stable)/ [ICRAA1
NA	Bank Guarantee 2 ^{\$}	-	-	-	(150.00)	[ICRA]A+ (Stable)/ [ICRAA1
NA	Bank Guarantee 3	-	-	-	95.00	[ICRA]A+ (Stable)/ [ICRAA1
NA	Bank Guarantee 4 ^{\$}	-	-	-	(20.00)	[ICRA]A+ (Stable)/ [ICRAA1
NA	LER/ CEL 1	-	-	-	15.00	[ICRA]A1
NA	LER/ CEL 2	-	-	-	25.00	[ICRA]A1
NA	LER/ CEL 3	-	-	-	20.00	[ICRA]A1
NA	Unallocated Limits	-	-	-	736.90	[ICRA]A+ (Stable)/ [ICRAA1

Source: MMTC - Pamp India Private Limited

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

Annexure II: List of entities considered for consolidated analysis

Company Name	MPIPL's Ownership	Consolidation Approach
PAMP Speciality Services Private Limited	100.00%	Full Consolidation
PAMP Precision Manufacturing India Private Limited	100.00%	Full Consolidation

Source: MMTC - Pamp India Private Limited

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