

Finestar Jewellery & Diamonds Private Limited

August 29, 2018

Summary of rated instruments

Instrument	Previous Rated Amount (₹ crore)	Current Rated Amount (₹ crore)	Rating Action
Long-term and short-term fund-based limits	30.00	30.00	[ICRA]BBB-(Stable)/[ICRA]A3 Withdrawn
Total	30.00	30.00	

Rating action

ICRA has withdrawn the long-term rating of [ICRA]BBB- (pronounced ICRA triple B minus) and the short-term rating of [ICRA]A3 (pronounced ICRA A three) assigned to the ₹ 30.00 crore¹ fund-based bank limits of Finestar Jewellery & Diamonds Private Limited ('FJPL' or 'the company')².

Rationale

The ratings assigned for bank facilities of the company has been withdrawn at the request of the company and on the basis of no objection certificate provided by its banker.

Analytical approach: For taking the rating action, ICRA has applied its policy on withdrawal of credit rating as indicated below.

Links to applicable criteria:

[ICRA's policy on withdrawal and suspension of credit rating](#)

About the company:

Finestar Jewellery & Diamonds Private Limited manufactures and trades in cut and polished diamonds (CPD), ranging from 1 to 10 carat. The company was set up in 2004 in the name of Finestar Jewellery (India) Private Limited to manufacture diamond studded jewellery items. From June 2009 onwards, the company was renamed Finestar Jewellery & Diamonds Private Limited and started concentrating on its CPD business. It has its manufacturing facility in Surat and marketing office in Mumbai. The company also trades in commercial property.

¹ 100 lakh = 1 crore = 10 million

² For complete rating scale and definitions, please refer to ICRA's website www.icra.in or other ICRA Rating Publications

Key financial indicators (Audited)

	FY2016	FY2017
Operating Income (₹ crore)	551.28	712.68
PAT (₹ crore)	6.77	13.53
OPBDITA/ OI (%)	4.79%	3.66%
RoCE (%)	11.67%	17.77%
Total Debt/ TNW (times)	0.72	0.42
Total Debt/ OPBDITA (times)	1.66	1.74
Interest coverage (times)	22.21	16.87

Source: Company Financials

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years:

Current Rating (FY2019)				Chronology of Rating History for the past 3 years			
Instrument	Type	Amount Rated (₹ crore)	Amount Outstanding (₹ crore)	Date & Rating	Date & Rating in FY2018	Date & Rating in FY2017	Date & Rating in FY2016
				August 2018	September 2017	February 2017	January 2016
Pre-Shipment Credit-EPC/PCFC	Long-term & Short-term	12.00	-	[ICRA]BBB-(Stable)/[ICRA]A3; Withdrawn	[ICRA]BBB-(Stable)/[ICRA]A3	[ICRA]BB+(Stable)/[ICRA]A4+	[ICRA]BB+(Stable)/[ICRA]A4+
Post Shipment Credit-FBP/FBD/ODFBSC/EBR	Long-term & Short-term	18.00	-	[ICRA]BBB-(Stable)/[ICRA]A3; Withdrawn	[ICRA]BBB-(Stable)/[ICRA]A3	[ICRA]BB+(Stable)/[ICRA]A4+	[ICRA]BB+(Stable)/[ICRA]A4+

Complexity level of the rated instrument:

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the website www.icra.in

Annexure-1: Instrument Details

ISIN No.	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (₹ crore)	Current Rating and Outlook
NA	Pre-Shipment Credit-EPC/PCFC	-	-	-	12.00	[ICRA]BBB-(Stable)/ [ICRA]A3; Withdrawn
NA	Post Shipment Credit-FBP/FBD/ODFBSC/ EBR	-	-	-	18.00	[ICRA]BBB-(Stable)/ [ICRA]A3; Withdrawn

Source: VE

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