

## Laxmi Sai Breeding Farms Private Limited

February 14, 2019

### Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Cash Credit	2.00	2.00	[ICRA]B(Stable); Withdrawn
Term loan	2.17	2.17	[ICRA]B(Stable); Withdrawn
Unallocated Limits	5.83	5.83	[ICRA]B(Stable)/[ICRA]A4; Withdrawn
<b>Total</b>	<b>10.00</b>	<b>10.00</b>	

\*Instrument details are provided in Annexure-1

### Rating action

ICRA has withdrawn the long-term rating of [ICRA]B(Stable) (pronounced ICRA B with Stable outlook) and short-term rating of [ICRA]A4 (pronounced ICRA A4) assigned to the Rs. 10.00 crore<sup>1</sup> bank limits of Laxmi Sai Breeding Farms Private Limited (LSBFPL)<sup>2</sup>.

### Rationale

The rating is withdrawn in accordance with ICRA's policy on withdrawal and suspension at the request from the company based on account closure certificate from the banker.

### Key rating drivers

Key Rating drivers has not been captured as the rated instruments are being withdrawn.

### Liquidity Position:

Key Rating drivers has not been captured as the rated instruments are being withdrawn.

### Analytical approach:

Analytical Approach	Comments
Applicable Rating Methodologies	<a href="#">Corporate Credit Rating Methodology</a> <a href="#">ICRA Policy on Withdrawal and Suspension of Credit Rating</a>
Parent/Group Support	Not Applicable
Consolidation / Standalone	Not Applicable

<sup>1</sup>100 lakh = 1 crore = 10 million

<sup>2</sup>For complete rating scale and definitions, please refer to ICRA's website [www.icra.in](http://www.icra.in) or other ICRA Rating Publications

## About the company

LSBFPL was incorporated in 2010 and is involved in the business of selling hatching eggs and day-old chicks produced by breeding of parent chicks procured from Venkateshwara Hatcheries Pvt. Ltd. which is a market leader in the Indian broiler industry. LSBFPL operates through facilities located in Kowdipally Medak district, Telangana and has a capacity of 54,000 birds.

## Key financial indicators

	FY2016	FY2017
Operating Income (Rs. crore)	9.72	11.14
PAT (Rs. crore)	0.51	0.70
OPBDIT/OI (%)	16.14%	14.63%
RoCE (%)	10.91%	11.98%
Total Debt/TNW (times)	1.19	0.72
Total Debt/OPBDIT (times)	3.72	2.47
Interest coverage (times)	2.34	3.39

## 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 (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating Feb 2019	Date & Rating in FY2018 January 2018	Date & Rating in FY2017 July 2016	Date & Rating in FY2016 -
1 Cash Credit	Long Term	2.00	-	[ICRA]B(Stable); Withdrawn	[ICRA]B(Stable)	[ICRA]B(Stable)	-
2 Term Loan	Long Term	2.17	0.00	[ICRA]B(Stable); Withdrawn	[ICRA]B(Stable)	[ICRA]B(Stable)	-
3 Unallocated Limits	Long/ Short Term	5.83	-	[ICRA]B(Stable)/ [ICRA]A4; Withdrawn	[ICRA]B(Stable)/ [ICRA]A4	[ICRA]B(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](http://www.icra.in)

### 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	NA	NA	NA	2.00	[ICRA]B(Stable); Withdrawn
NA	Term Loan	Sep 2014	NA	Sep 2018	2.17	[ICRA]B(Stable); Withdrawn
NA	Unallocated Limits	NA	NA	NA	5.83	[ICRA]B(Stable)/ [ICRA]A4; Withdrawn

Source: LSBFPL

### Annexure-2: List of entities considered for consolidated analysis

Not Applicable

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