

Archit Organosys Limited

March 15, 2019

Summary of rated instruments

Instrument	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund based limits	37.63	37.63	[ICRA]B+ (Stable); Withdrawn
Non-fund based limits	12.75	12.75	[ICRA]A4; Withdrawn
Total	50.38	50.38	

Rating action

ICRA has withdrawn the long-term rating of [ICRA]B+ (pronounced ICRA B plus) with a Stable outlook and the short-term rating of [ICRA]A4 (pronounced ICRA A four)¹ assigned to the Rs. 50.38 crore² bank facilities of Archit Organosys Limited.

Rationale

The ratings assigned to Archit Organosys Limited have been withdrawn at its request based on the no objection certificate provided by its bankers.

Outlook: Not applicable

Key rating drivers

Key Rating drivers has not been captured as the rated instrument(s) are being withdrawn.

Liquidity position:

Liquidity position has not been captured as the rated instrument(s) are being withdrawn.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology ICRA's Policy on Withdrawal and Suspension of Credit Rating
Parent/Group Support	Not Applicable
Consolidation / Standalone	Not Applicable

About the company:

Archit Organosys Limited (formerly Shri Chlochem Limited) was incorporated in 1989 for the production of organic intermediates viz. Mono Chloro Acetic Acid (MCAA) and Sodium Mono Chloro Acetate (SMCA) with its manufacturing

¹ For complete rating scale and definitions, please refer to ICRA's website www.icra.in or other ICRA Rating Publications

² 100 lakh = 1 crore = 10 million

facilities located at Naroda and Bhavnagar in Gujarat. The company is also involved in trading of organic and specialty chemicals namely Ethyl Acetate, Acetic Anhydride, Toluene etc. which contributed about 42% of its total revenues in FY 2017.

Key financial indicators (audited):

	FY2017	FY2018
Operating Income (Rs. crore)	48.04	84.56
PAT (Rs. crore)	1.56	0.52
OPBDIT/ OI (%)	7.60%	7.84%
Total Debt/ TNW (times)	1.19	0.95
Total Debt/ OPBDIT (times)	8.67	5.69
Interest Coverage (times)	5.71	1.81

Source: Bombay Stock Exchange

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	Amount Outstanding	Date & Rating	Date & Rating in FY2018	Date & Rating in FY2017	Date & Rating in FY2016
			(Rs. crore)	(Rs Crore)	Mar-2019	Sep-17	Aug-16	May-15
1	Cash Credit	Long Term	7.50	NA	[ICRA]B+ (Stable); Withdrawn	[ICRA]B+ (Stable)	[ICRA]B+	[ICRA]B+
2	Term Loan	Long Term	29.28	Not Available	[ICRA]B+ (Stable); Withdrawn	[ICRA]B+ (Stable)	[ICRA]B+	[ICRA]B+
3	Unallocated	Long Term	0.85	NA	[ICRA]B+ (Stable); Withdrawn	[ICRA]B+ (Stable)	[ICRA]B+	-
4	FDBP/FUDBP*	Short Term	8.00	NA	[ICRA]A4; Withdrawn	[ICRA]A4	[ICRA]A4	[ICRA]A4
5	Letter of Credit^	Short Term	4.00	NA	[ICRA]A4; Withdrawn	[ICRA]A4	[ICRA]A4	[ICRA]A4
6	Letter of Guarantee	Short Term	0.75	NA	[ICRA]A4; Withdrawn	[ICRA]A4	[ICRA]A4	-

*Foreign Documentary Bill Purchase (FDBP) /Foreign Usance Documentary Bill Purchase (FUDBP), includes Packing Credit sublimit of Rs. 8.00 crore, Cash Credit sublimit of Rs. 1.50 crore and IDBP and IUDBP sublimit of Rs. 1.00 crore; ^includes BG/Buyer's Credit sublimit of Rs. 3.00 crore

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 (Rs. crore)	Current Rating and Outlook
NA	Cash Credit	-	-	-	7.50	[ICRA]B+ (Stable); Withdrawn
NA	Term Loan	-	-	FY2023	29.28	[ICRA]B+ (Stable); Withdrawn
NA	Unallocated	-	-	-	0.85	[ICRA]B+ (Stable); Withdrawn
NA	FDBP/FUDBP	-	-	-	8.00	[ICRA]A4; Withdrawn
NA	Letter of Credit	-	-	-	4.00	[ICRA]A4; Withdrawn
NA	Letter of Guarantee	-	-	-	0.75	[ICRA]A4; Withdrawn

Source: Archit Organosys Limited

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