

Futura Ceramics (p) Ltd.

March 29, 2019

Summary of rated instruments

Instrument	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund-based Term Loan	12.89	12.89	[ICRA]BB (Stable); Withdrawn
Fund-based Working Capital Facilities	12.00	12.00	[ICRA]BB (Stable); Withdrawn
Non-fund Based Letter of Credit	3.00	3.00	[ICRA]A4+; Withdrawn
Non-fund Based Bank Guarantee	0.50	0.50	[ICRA]A4+; Withdrawn
Non-fund Based Credit Exposure Limit	0.61	0.61	[ICRA]A4+; Withdrawn
Non-fund Based Buyer's Credit	(2.00)*	(2.00)*	[ICRA]A4+; Withdrawn
Fund Based Export Packing Credit	(7.50)^	(7.50)^	[ICRA]A4+; Withdrawn
Unallocated Limit	3.70	3.70	[ICRA]BB (Stable)/[ICRA]A4+; Withdrawn
Total	32.70	32.70	

*Sub-limit of Letter of Credit ^Sub-limit of Cash Credit

Rating action

ICRA has withdrawn the long-term rating of [ICRA]BB (pronounced ICRA Double B) with a Stable outlook and the short-term rating of [ICRA]A4+ (pronounced ICRA A four plus)¹ assigned to the Rs. 32.70 crore² bank facilities of Futura Ceramics (p) Ltd.

Rationale

The ratings assigned to Futura Ceramics (p) Ltd. have been withdrawn at its request based on the no objection certificate provided by its bankers.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Key Rating drivers has not been captured as the rated instrument(s) are being withdrawn.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Liquidity position has not been captured as the rated instrument(s) are being withdrawn.

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

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:

Incorporated in September 2003, Futura Ceramics (p) Ltd. (FCPL) commenced commercial operations from September 2014 by setting up a plant at Radhu in Kheda district of Gujarat for manufacture of ceramic glaze frit (CGF), a crystal used for coating tiles. In FY2009, the company diversified into the production of ceramic rollers, which are used as a conveyor for moving tiles in the roller kiln. FCPL has two manufacturing facilities located at Radhu and Jhaghadia in Gujarat with a total ceramic glaze frit manufacturing capacity of 26,400 MTPA and ceramic rollers manufacturing capacity of 3,60,000 rollers per annum.

Key financial indicators (audited):

	FY2017	FY2018
Operating Income (Rs. crore)	45.59	34.42
PAT (Rs. crore)	0.14	(2.86)
OPBDIT/ OI (%)	12.58%	6.59%
Total Debt/ TNW (times)	1.20	1.52
Total Debt/ OPBDIT (times)	3.84	10.34
Interest Coverage (times)	1.92	0.96

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 (Rs. crore)	Amount Outstanding (Rs Crore)	Date & Rating Mar-2019	Date & Rating in FY2018 Dec-17	Date & Rating in FY2017 Dec-16	Date & Rating in FY2016 Aug-15
1	Term Loan	Long Term	12.89	NA	[ICRA]BB (Stable); Withdrawn	[ICRA]BB (Stable)	[ICRA]BB+ (Stable)	[ICRA]BB+ (Stable)
2	Cash credit	Long Term	12.00	NA	[ICRA]BB (Stable); Withdrawn	[ICRA]BB (Stable)	[ICRA]BB+ (Stable)	[ICRA]BB+ (Stable)
3	Letter of Credit	Short Term	3.00	NA	[ICRA]A4+; Withdrawn	[ICRA]A4+	[ICRA]A4+	[ICRA]A4+
4	Bank Guarantee Credit	Short Term	0.50	NA	[ICRA]A4+; Withdrawn	[ICRA]A4+	[ICRA]A4+	[ICRA]A4+
5	Exposure Limit	Short Term	0.61	NA	[ICRA]A4+; Withdrawn	[ICRA]A4+	[ICRA]A4+	[ICRA]A4+
6	Buyer's Credit	Short Term	(2.00) *	NA	[ICRA]A4+; Withdrawn	[ICRA]A4+	[ICRA]A4+	[ICRA]A4+
7	Export packing Credit	Short Term	(7.50)^		[ICRA]A4+; Withdrawn	[ICRA]A4+	[ICRA]A4+	[ICRA]A4+
8	Unallocated Limit	Long Term/Short Term	3.70	NA	[ICRA]BB (Stable)/ [ICRA]A4+; Withdrawn	[ICRA]BB (Stable)/ [ICRA]A4+	[ICRA]BB+ (Stable)/ [ICRA]A4+	-

*Sub-limit of letter of credit, ^ sub-limit of cash credit

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	Term Loan	-	NA	FY2021	12.89	[ICRA]BB (Stable); Withdrawn
NA	Cash Credit	NA	NA	NA	12.00	[ICRA]BB (Stable); Withdrawn
NA	Letter of Credit	NA	NA	NA	3.00	[ICRA]A4+; Withdrawn
NA	Bank Guarantee	NA	NA	NA	0.50	[ICRA]A4+; Withdrawn
NA	Credit Exposure Limit	NA	NA	NA	0.61	[ICRA]A4+; Withdrawn
NA	Buyer's credit	NA	NA	NA	(2.00)	[ICRA]A4+; Withdrawn
NA	Export Packing Credit	NA	NA	NA	(7.50)	[ICRA]A4+; Withdrawn
NA	Unallocated Limit	NA	NA	NA	3.70	[ICRA]BB (Stable); [ICRA]A4+ Withdrawn

Source: Futura Ceramics (p) Ltd.

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About ICRA Limited:

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