

## GRT Jewellers (India) Private Limited

April 10, 2019

### Summary of rated instruments

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long term: Term loans	125.33	125.33	[ICRA]A+ (Positive); Withdrawn
Long term / short term: Fund based limits	1,050.00	1,050.00	[ICRA]A+ (Positive) / [ICRA]A1+; Withdrawn
Short term: Fund based limits	50.00	50.00	[ICRA]A1+; Withdrawn
Short term: Non-fund based limits	135.00	135.00	[ICRA]A1+; Withdrawn
Short term: Fund based / Non-fund based sub-limits	(1,556.00)	(1,556.00)	[ICRA]A1+; Withdrawn
Short term: Fund based / Non-fund based sub-limits	(USD 5 MIO) #	(USD 5 MIO) #	[ICRA]A1+; Withdrawn
<b>Total</b>	<b>1,360.33</b>	<b>1,360.33</b>	

\*Instrument details are provided in Annexure-1, # Although the facility is denominated in foreign currency, ICRA's rating for the same is on the national scale as distinct from an international rating scale

### Rationale

The ratings assigned to the bank facilities of GRT Jewellers (India) Private Limited (GJIPL) have been withdrawn at the request of the company in accordance with ICRA's policy on withdrawal and suspension and based on the No Objection Certificate (NOC) provided by all the lenders for all the banking facilities rated by ICRA.

### Outlook

Not Applicable

### Key rating drivers

Not Applicable

### Liquidity position

Not Applicable

### Analytical approach:

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

## About the company:

GJIPL commenced jewellery retail operations in 2006 with a showroom in Chennai. The company entered into jewellery business as a part of the Group's strategic initiative to diversify its market base, as the jewellery business was concentrated in Chennai till then. The company currently has 44 showrooms and plans to further increase the number of showrooms going forward. All future expansions of the Group across markets would come under this entity.

## About the Group

GRT Group (which includes GRT Jewellers (India) Private Limited, G R Thanga Maligai (Firm), G R Thanga Maligai and Sons and GRT Silverwares), a closely held group with presence in jewellery retailing, hospitality and renewable energy sectors, has an established presence in the jewellery retail industry in South India, where it has been involved in retailing of gold and studded jewellery over the past five decades. From being an entity with presence only in Chennai, the Group has diversified geographically with expansions across southern states in the recent past. The Group currently derives around 90% of its revenues from the gold jewellery sales with the rest from sale of silver, coins and studded jewellery.

## Key Financial Indicators (Audited)

Consolidated	FY2017	FY2018
Operating Income (Rs. crore)	12,297.2	14,788.9
PAT (Rs. crore)	198.9	288.5
OPBDIT/OI (%)	3.6%	3.7%
RoCE (%)	10.1%	11.2%
Total Debt/TNW (times)	3.2	3.3
Net Debt / TNW (times)	0.7	0.9
Total Debt/OPBDIT (times)	8.9	9.0
Net Debt / OPBDIT (times)	1.9	2.4
Interest Coverage (times)	2.0	2.5

Source: company

**Status of non-cooperation with previous CRA: Not applicable**

**Any other information: None**

### Rating history for last three years:

Current Rating (FY2020)					Chronology of Rating History for the Past 3 Years		
Instrument	Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating April 2019	Date & Rating in FY2019 December 2018	Date & Rating in FY2018 December 2017	Date & Rating in FY2017 January 2017
1 Term loans	Long term	125.33	125.33	[ICRA]A+ (Positive); withdrawn	[ICRA]A+ (Positive)	[ICRA]A+ (Positive)	[ICRA]A+ (Stable)
2 Fund based limits	Long term / short term	1,050.00	1,050.00	[ICRA]A+ (Positive) / [ICRA]A1+; withdrawn	[ICRA]A+ (Positive) / [ICRA]A1+	[ICRA]A+ (Positive) / [ICRA]A1+	[ICRA]A+ (Stable) / [ICRA]A1+
3 Fund based limits	Short term	50.00	50.00	[ICRA]A1+; withdrawn	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+
4 Non fund based limits	Short term	135.00	135.00	[ICRA]A1+; withdrawn	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+
5 Fund based / Non fund based sub-limits	Short term	(1,556.00)	(1,556.00)	[ICRA]A1+; withdrawn	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+
6 Fund based / Non fund based sub-limits	Short term	(USD 5 MIO)	(USD 5 MIO)	[ICRA]A1+; withdrawn	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+

### 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	Term loan-1	FY2015	NA	FY2025	20.77	[ICRA]A+ (Positive); withdrawn
NA	Term loan-2	FY2015	NA	FY2025	29.56	[ICRA]A+ (Positive); withdrawn
NA	Term loan-3	FY2017	NA	FY2027	75.00	[ICRA]A+ (Positive); withdrawn
NA	Cash credit / WCDL	-	-	-	1,050.00	[ICRA]A+ (Positive)/ [ICRA] A1+; withdrawn
NA	Short term loan	-	-	-	50.00	[ICRA]A1+; withdrawn
NA	Bank Guarantee	-	-	-	35.00	[ICRA]A1+; withdrawn
NA	SBLC/PCFC/EPC/EBD	-	-	-	100.00	[ICRA]A1+; withdrawn
NA	Gold Metal loan (sub-limit)	-	-	-	(478.00)	[ICRA]A1+; withdrawn
NA	WCDL (sub-limit)	-	-	-	(335.00)	[ICRA]A1+; withdrawn
NA	PCFC/EPC/EBD (sub-limit)	-	-	-	(270.00)	[ICRA]A1+; withdrawn
NA	BG / SBLC (sub-limit)	-	-	-	(473.00)	[ICRA]A1+; withdrawn
NA	SBLC (sub-limit)	-	-	-	USD 5 mio	[ICRA]A1+; withdrawn

Source: GRT Jewellers (India) Private Limited

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

Company Name	Ownership	Consolidation Approach
GRT Jewellers (India) Private Limited	100.00%	Full Consolidation
G R Thanga Maligai (Firm)	100.00%	Full Consolidation
G R Thanga Maligai and Sons	100.00%	Full Consolidation
GRT Silverwares	100.00%	Full Consolidation

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