

## G R Thanga Maligai and Sons

April 10, 2019

### Summary of rated instruments

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long term / short term: Fund based limits	200.00	200.00	[ICRA]A+ (Positive) / [ICRA]A1+; Withdrawn
Short term: Fund based / non fund based sub-limits	(150.00)	(150.00)	[ICRA]A1+; Withdrawn
Long term: Term loans	75.75	75.75	[ICRA]A+ (Positive); Withdrawn
<b>Total</b>	<b>275.75</b>	<b>275.75</b>	

\*Instrument details are provided in Annexure-1

### Rationale

The ratings assigned to the bank facilities of G R Thanga Maligai and Sons (GRT Sons) have been withdrawn at the request of the company in accordance with ICRA's policy on withdrawal and suspension and based on the No Objection Certificate (NOC) provided by all the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:

G R Thanga Maligai and Sons is a partnership firm under the HUFs of Mr. G. Rajendran (Chairman of the GRT Group) and his sons. The firm was established in 2005 and has a large showroom in central Chennai. The entity's product profile is concentrated more towards modern designs and exquisite jewellery.

## 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	Date & Rating in FY2019 December 2018	Date & Rating in FY2018 December 2017	Date & Rating in FY2017 January 2017	
1	Term loans	Long term	75.75	75.75	April 2019 [ICRA]A+ (Positive); withdrawn	[ICRA]A+ (Positive)	[ICRA]A+ (Positive)	[ICRA]A+ (Stable)
2	Fund based limits	Long term / short term	200.00	-	[ICRA]A+ (Positive) / [ICRA]A1+; withdrawn	[ICRA]A+ (Positive) / [ICRA]A1+	[ICRA]A+ (Positive) / [ICRA]A1+	[ICRA]A+ (Stable) / [ICRA]A1+
3	Fund based / Non fund based sub-limits	Short term	(150.00)	-	[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	19.50	[ICRA]A+ (Positive); withdrawn
NA	Term loan-2	FY2015	NA	FY2025	21.25	[ICRA]A+ (Positive); withdrawn
NA	Term loan-3	FY2017	NA	FY2027	35.00	[ICRA]A+ (Positive); withdrawn
NA	Cash credit / Working capital demand loan / Short term loan	-	-	-	200.00	[ICRA]A+ (Positive)/ [ICRA] A1+; withdrawn
NA	Gold metal loan (sub-limit)	-	-	-	(150.00)	[ICRA]A1+; withdrawn

Source: G R Thanga Maligai & Sons

### 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

## ANALYST CONTACTS

**Subrata Ray**  
+91 22 6114 3408  
[subrata@icraindia.com](mailto:subrata@icraindia.com)

**K Srikumar**  
+91 44 4596 4318  
[ksrikumar@icraindia.com](mailto:ksrikumar@icraindia.com)

**William Charles**  
+91 80 4332 6411  
[william.charles@icraindia.com](mailto:william.charles@icraindia.com)

## RELATIONSHIP CONTACT

**Jayanta Chatterjee**  
+91 80 4332 6401  
[jayantac@icraindia.com](mailto:jayantac@icraindia.com)

## MEDIA AND PUBLIC RELATIONS CONTACT

**Ms. Naznin Prodhani**  
Tel: +91 124 4545 860  
[communications@icraindia.com](mailto:communications@icraindia.com)

### Helpline for business queries:

+91-9354738909 (open Monday to Friday, from 9:30 am to 6 pm)

[info@icraindia.com](mailto:info@icraindia.com)

### About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

For more information, visit [www.icra.in](http://www.icra.in)

## ICRA Limited

### Corporate Office

Building No. 8, 2nd Floor, Tower A; DLF Cyber City, Phase II; Gurgaon 122 002

Tel: +91 124 4545300

Email: [info@icraindia.com](mailto:info@icraindia.com)

Website: [www.icra.in](http://www.icra.in)

### Registered Office

1105, Kailash Building, 11th Floor; 26 Kasturba Gandhi Marg; New Delhi 110001

Tel: +91 11 23357940-50

### Branches

Mumbai + (91 22) 24331046/53/62/74/86/87

Chennai + (91 44) 2434 0043/9659/8080, 2433 0724/ 3293/3294,

Kolkata + (91 33) 2287 8839 /2287 6617/ 2283 1411/ 2280 0008,

Bangalore + (91 80) 2559 7401/4049

Ahmedabad+ (91 79) 2658 4924/5049/2008

Hyderabad + (91 40) 2373 5061/7251

Pune + (91 20) 2556 0194/ 6606 9999

© Copyright, 2019 ICRA Limited. All Rights Reserved.

Contents may be used freely with due acknowledgement to ICRA.

ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance, which may lead to revision in ratings. An ICRA rating is a symbolic indicator of ICRA's current opinion on the relative capability of the issuer concerned to timely service debts and obligations, with reference to the instrument rated. Please visit our website [www.icra.in](http://www.icra.in) or contact any ICRA office for the latest information on ICRA ratings outstanding. All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable, including the rated issuer. ICRA however has not conducted any audit of the rated issuer or of the information provided by it. While reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies may have provided services other than rating to the issuer rated. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents