

February 28, 2020

Goodearth Maritime Limited: Rating Continues to remain under Non-Cooperating category

Summary of Rated Instrument:

Instruments	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund based-Term Loan	242.96	242.96	[ICRA]D; ISSUER NOT COOPERATING*, Rating continues to remain in the 'Issuer Not Cooperating' category
Total	242.96	242.96	

*Issuer did not co-operate; based on best available information

Rationale

The ratings for the Rs. 242.96-crore¹ bank facility of Goodearth Maritime Limited continues to remain under 'Issuer Not Cooperating' category'. The ratings are denoted as "[ICRA]D; ISSUER NOT COOPERATING"

ICRA has been trying to seek information from the entity so as to monitor its performance, but despite repeated requests by ICRA, the entity's management has remained non-cooperative. The current rating action has been taken by ICRA basis best available/dated/ limited information on the issuers' performance. Accordingly, the lenders, investors and other market participants are advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the entity.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology Policy on Default Recognition
Parent/Group Support	Not applicable
Consolidation / Standalone	Not applicable

About the company:

Goodearth Maritime Limited is a part of the Chennai-based Archean Group, promoted by Mr. P.B. Anandam and family. GML commenced its operations in FY2002 by chartering ships and later acquired ships at the trough of the cycle in the calendar year (CY) 2003. However, due to sustained weakness in charter rates in the dry-bulk segment in the last few years coupled with interest burden on high debt levels, the company has been selling its vessels to reduce debt levels and at present it has no operational vessel. GML also owns a jetty in Jakhau, Gujarat from where the salt produced by Jakhau Salt Company Private Limited (JSCPL), a group company, is loaded onto barges for trans-shipment. GML also has a wholly-owned subsidiary – GML BKS Private Limited, Jersey – which was incorporated as a special purpose vehicle (SPV)

¹ 100 lakh = 1 crore = 10 million
www.icra.in

for coal mining operations in Indonesia. GML also has a wholly-owned subsidiary called Drillco Exploration FZE (Drillco). Besides dry-bulk shipping, the Archean Group is present in export of granite stones, iron ore fines and industrial salts.

The previous detailed rating rationale is available on the following link: [click here](#)

Key financial: Not Applicable

Rating history for past three years

	Instrument	Current Rating (FY2020)				Rating History for the Past 3 Years		
		Type	Amount Rated	Amount Outstanding	Rating	FY2019	FY2018	FY2015
					28-Feb 2020	30-Nov-2018	30-May-2017	21-Nov-2014
1	Term Loans	Long Term	242.96	-	[ICRA]D; ISSUER NOT COOPERATING*	[ICRA]D ISSUER NOT COOPERATING*; Rating moved to the 'Issuer Not Cooperating' category	[ICRA]D	[ICRA]D
2	Unallocated	Long Term	-	-	-	-	[ICRA]D; rating withdrawn	[ICRA]D
2	Unallocated	Short Term	-	-	-	-	[ICRA]D; rating withdrawn	[ICRA]D

*Issuer did not co-operate; based on best available information; All figures in Rs. 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

Analyst Contacts

K Ravichandran

+91 44 4596 4301

ravichandran@icraindia.com

Sai Krishna

+91 44 4596 4340

sai.krishna@icraindia.com

Abhishwet Dhete

+91 44 42974312

abhishwet.dhete@icraindia.com

Relationship Contact

Jayanta Chatterjee

+91 80 4332 6401

jayantac@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani

Tel: +91 124 4545 860

communications@icraindia.com

Helpline for business queries:

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

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

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

Website: 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, 2020 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 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