

November 26, 2020 ^{Revised}

Ranger Apparel Export Private Limited: Rating withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Short term - Fund Based /CC	12.50	12.50	[ICRA]A2+; Withdrawn
Short term - Non-Fund Based (Interchangeable)	(2.00)	(2.00)	[ICRA]A2+; Withdrawn
Total	12.50	12.50	

*Instrument details are provided in Annexure-1

Rationale

The Short-term rating assigned to Ranger Apparel Export Private Limited has been withdrawn at the request of the company, based on the no objection certificate provided by its banker. ICRA is withdrawing the rating and that it does not have information to suggest that the credit risk has changed since the time the rating was last reviewed.

Key rating drivers and their description

Key rating drivers have not been captured as the rating is being withdrawn.

Liquidity position

Not captured as the rating is being withdrawn

Rating sensitivities

Not captured as the rating is being withdrawn.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	The rating is based on the standalone financial statements of the rated entity.

About the company

Ranger Apparel was incorporated in 1996 and is involved in export of apparels, primarily shirts. With its manufacturing facility in Bangalore, the company originally had a capacity to produce 40,000 pieces a year, which has now increased to around 16 lakh pieces annually. At present, GANT, Scotch & Soda and MUJI are the biggest clients of the company.

In FY2020, the company reported a net profit of Rs. 7.07 crore on an operating income (OI) of Rs.132.8 crore compared to a net profit of Rs. 17.5 crore on an OI of Rs. 148.0 crore in FY2019.

Key financial indicators (audited)

	FY2019	FY2020
Operating Income (Rs. crore)	148.0	132.8
PAT (Rs. crore)	17.5	7.07
OPBDIT/OI (%)	9.2%	9.6%
PAT/OI (%)	11.8%	5.3%
Total Outside Liabilities/Tangible Net Worth (times)	0.2	0.1
Total Debt/OPBDIT (times)	0.0	0.0
Interest Coverage (times)	60.4	472.5

Source: Ranger Apparel Export Private Limited ; * provisional basis

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

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

All figures in Rs. Crore

	Instrument	Current Rating (FY2021)					Rating History for the Past 3 Years		
		Type	Amount Rated	Amount Outstanding	Current Rating	Earlier Rating	FY2020	FY2019	FY2018
					26-Nov-2020	10-Sep-2020	31-Jul-2019	19-Apr-2018	-
1	Packing Credit	Short Term	12.50	-	[ICRA]A2+; Withdrawn	[ICRA]A2+	[ICRA]A2+	[ICRA]A2+	-
2	Letter of Credit & Bank Guarantee	Short Term	(2.00)	-	[ICRA]A2+; Withdrawn	[ICRA]A2+	[ICRA]A2+	[ICRA]A2+	-

Amount 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

Annexure-1: Instrument Details

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Packing Credit	NA	NA	NA	12.50	[ICRA]A2+; Withdrawn
NA	Letter of Credit & Bank Guarantee*	NA	NA	NA	(2.00)	[ICRA]A2+; Withdrawn

* Letter of Credit & Bank Guarantee of Rs. 2 crore is a sub-limit of Packing Credit of Rs. 12.50 crore

Source: Ranger Apparel Export Private Limited

Annexure-2: List of entities considered for consolidated analysis

Not Applicable.

Corrigendum

Document dated November 26, 2020 has been corrected with revision as detailed below –

Section related to rationale on page 3 has been revised: In Annexure-2: List of entities considered for consolidated analysis has been added and updated as not applicable.

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