

Gaurav International Clothing LLP

April 06, 2018

Summary of rated instruments

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount(Rs. crore)	Rating Action
Fund-based Limits	15.00	15.00	[ICRA]A3+; Withdrawn
Non- Fund based Limits	60.00	60.00	[ICRA]A3+; Withdrawn
Total	75.00	75.00	

Rating action

ICRA has withdrawn the short-term rating of [ICRA]A3+ (pronounced as ICRA A three plus) assigned to the Rs. 75.00-crore¹ bank lines of Gaurav International Clothing LLP (GICLLP or the firm)².

Rationale

The rating has been withdrawn as there is no amount outstanding against the rated instrument.

Analytical approach: For arriving at the ratings, ICRA has applied its rating methodologies as indicated below.

Links to applicable criteria:

[ICRA Policy on Withdrawal and Suspension of Credit Rating](#)

[Corporate Credit Rating Methodology](#)

About the company:

GICLLP (erstwhile Gaurav International Clothing Private Limited) was established in the year 2010. GICLLP was earlier a Private Limited company and was converted into a LLP firm in July 2013. The firm was trading the garments manufactured by group company Richa Global Exports Private Limited (RGEPL)³ for the reputed international apparel retailer - Ann Taylor. However, starting from H2 FY2018, RGEPL has started selling directly to Ann Taylor and hence, GICLLP ceases to exist.

In FY2017, GICLLP reported a profit after tax (PAT) of Rs. 3.0 crore on an operating income (OI) of Rs. 145.1 crore, as per audited financials. In FY2016, the company reported a PAT of Rs. 4.2 crore on an OI of Rs. 171.1 crore, as per audited financials.

¹ 100 lakh = 1 crore = 10 million

² For complete rating scale and definitions, please refer to ICRA's website www.icra.in or other ICRA Rating Publications

³ Rated [ICRA]BBB+ (Stable)/[ICRA]A2

Key financial indicators (Audited)

	FY2016	FY2017
Operating Income (Rs. crore)	171.1	145.1
PAT (Rs. crore)	4.2	3.0
OPBDIT/OI (%)	3.4%	1.9%
RoCE (%)	50.3%	44.9%
Total Debt/TNW (times)	0.6	0.8
Total Debt/OPBDIT (times)	1.0	2.2
Interest Coverage (times)	6.2	1.5
NWC/OI (%)	7%	7%

Source: GICLLP's annual reports, ICRA research

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years:

	Instrument	Type	Current Rating (FY2019)			Chronology of Rating History for the past 3 years			
			Amount Rated (Rs. crore)	Amount Outstanding (Rs.crore)	Date & Rating April 2018	Date & Rating in FY2017 March 2017	Date & Rating in FY2016		Date & Rating in FY2014 March 2014
							February 2016	April 2015	
1	Fund-based limits	Short-term	15.00	-	[ICRA]A3+ (Withdrawn)	[ICRA]A3+	[ICRA]A3+	[ICRA]A3+	[ICRA]A3
2	Non-Fund based limits	Short-term	60.00	-	[ICRA]A3+ (Withdrawn)	[ICRA]A3+	[ICRA]A3+	[ICRA]A3+	[ICRA]A3

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	Fund-based limits	-	-	-	15.00	[ICRA]A3+ (Withdrawn)
NA	Non-Fund based limits	-	-	-	60.00	[ICRA]A3+ (Withdrawn)

Source: GICLLP

ANALYST CONTACTS

Sabyasachi Majumdar

+91-124-4545304

sabyasachi@icraindia.com

Harsh Jagnani

+91-124-4545394

harshj@icraindia.com

Ankit Jain

+91-124-4545865

ankit.jain@icraindia.com

Rajat Jain

+91-124-4545844

rajat.jain@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

naznin.prodhani@icraindia.com

Helpline for business queries:

+91-124-2866928 (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) 6606 9999

© Copyright, 2018 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