

Chiripal Poly Films Limited

December 18, 2018

Summary of rated instruments

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Term Loans	295.00	295.00	[ICRA]A-(Stable); Withdrawn
Fund Based Limits	235.00	235.00	[ICRA]A-(Stable); Withdrawn
Non-fund Based Limits	300.00	300.00	[ICRA]A2+; Withdrawn
Total	830.00	830.00	

Rationale

The ratings assigned to Chiripal Poly Films Limited (CPFL or the company) have been withdrawn at the request of the company, based on the no-objection certificate provided by its bankers.

Outlook: Not applicable

Key rating drivers

Not Applicable

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	Not Applicable

About the company

CPFL, incorporated in 2009, manufactures Biaxially-Oriented Polypropylene (BOPP) films, Biaxially-Oriented Polyethylene Terephthalate (BOPET) films and metallised films, widely used in packaging industry. The company is part of the Ahmedabad-based Chiripal group, which has a presence in industries such as textiles, education, real estate, packaging, and chemicals. The company's operations are located at Vraj Integrated Textile Park near Ahmedabad, Gujarat. The company's plant capacities are as follows: BOPP films (Line 1&2: Combined capacity of 77,550 TPA) and BOPET films (Line 1: 37,800 TPA). The company has also set up a PET Chips manufacturing facility with capacity of 2.0 lakhs TPA, which was commissioned in March 2017.

In FY2018, the company reported a net profit of Rs. 50.1 crore on an operating income (OI) of Rs. 1,932.5 crore, as compared to a net profit of Rs. 41.4 crore on an OI of Rs. 1,297.6 crore in the previous year.

Key financial indicators (Audited)

	FY2017	FY2018
Operating Income (Rs. crore)	1,297.6	1,932.5
PAT (Rs. crore)	41.4	50.1
OPBDIT/OI (%)	9.7%	8.6%
RoCE (%)	8.2%	9.2%
Total Debt/TNW (times)	1.3	1.4
Total Debt/OPBDIT (times)	6.1	5.7
Interest coverage (times)	2.4	2.3

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years:

Current Rating (FY2019)					Chronology of Rating History for the Past 3 Years				
Instrument	Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating	Date & Rating in FY2018				Date & Rating in FY2017
				Dec 2018	Nov 2017	Nov 2017	Sep 2017	June 2016	Date & Rating in FY2016
1 Term Loans	Long Term	295.00	251.88	[ICRA]A-(Stable) Withdrawn	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]BBB+ (Positive)	[ICRA]BBB+ (Stable)	-
2 Fund Based Limits	Long Term	235.00	-	[ICRA]A-(Stable) Withdrawn	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]BBB+ (Positive)	[ICRA]BBB+ (Stable)	-
3 Non-Fund Based Limits	Short Term	300.00	-	[ICRA]A2+ Withdrawn	[ICRA]A2+	[ICRA]A2+	[ICRA]A2+	[ICRA]A2+	-

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	Term Loan 1	Jan-2011	NA	Mar-2021	20.60	[ICRA]A-(Stable) Withdrawn
NA	Term Loan 2	Nov-2014	NA	Sep-2025	81.62	[ICRA]A-(Stable) Withdrawn
NA	Term Loan 3	Oct-2012	NA	Mar-2021	31.06	[ICRA]A-(Stable) Withdrawn
NA	Term Loan 4	Mar-2015	NA	Sep-2025	61.72	[ICRA]A-(Stable) Withdrawn
NA	Term Loan 5	Dec-2015	NA	Mar-2027	50.00	[ICRA]A-(Stable) Withdrawn
NA	Term Loan 6	Jan-2016	NA	Mar-2027	50.00	[ICRA]A-(Stable) Withdrawn
NA	Fund Based Limits	NA	NA	NA	235.00	[ICRA]A-(Stable) Withdrawn
NA	Non-fund Based Limits	NA	NA	NA	300.00	[ICRA]A2+ Withdrawn

Source: Chiripal Poly Films Limited

Annexure-2: List of entities considered for consolidated analysis

Not applicable

ANALYST CONTACTS

K. Ravichandran

+91 44 4596 4301

ravichandran@icraindia.com

Ankit Patel

+91 79 4027 1509

ankit.patel@icraindia.com

Parth Shah

+91 79 4027 1527

parth.shah@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:

+91-124-2866928 (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) 2556 0194/ 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