

September 18, 2020

Prism Johnson Limited: Ratings withdrawn

Summary of rating action:

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Non Convertible Debenture Programme	80.00	80.00	[ICRA]A-%; withdrawn
Fund-based – Term Loan	1,080.50	1,080.50	[ICRA]A-%; withdrawn
Fund-based – Working Capital Facilities	297.90	297.90	[ICRA]A-%; withdrawn
Fund-based – Working Capital Facilities	80.00	80.00	[ICRA]A1; withdrawn
Non-fund based – Working Capital Facilities	192.00	192.00	[ICRA]A1; withdrawn
Fund-based – Working Capital Facilities	40.00	40.00	[ICRA]A-%/ [ICRA]A1; withdrawn
Non-fund based – Working Capital Facilities	110.00	110.00	[ICRA]A-%/ [ICRA]A1; withdrawn
Total	1,880.40	1,880.40	

* Instrument details are provided in Annexure-1

Rationale

The rating assigned to the Rs. 80-crore non-convertible debenture programme has been withdrawn as the company has fully repaid the said facility and there is no amount outstanding against it. The rating withdrawal is in accordance with ICRA's policy on withdrawal and suspension, and at the request of the company. The bank line ratings are also withdrawn as desired by the company and in accordance with ICRA's policy on withdrawal and suspension based on the undertaking provided by the company that they have not been using ICRA's rating for any of their bank facilities. ICRA does not have incremental information to suggest that the credit risk has changed since the time the rating was last reviewed.

Key rating drivers and their description: Not applicable

Liquidity position: Not applicable

Rating sensitivities: Not applicable

Link to the previous detailed rationale: [Link](#)

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	ICRA's Policy on Withdrawal and Suspension of Credit Rating
Parent/Group Support	Not applicable
Consolidation/Standalone	Not applicable

About the company

Prism Johnson Limited, promoted by the Rajan Raheja Group, was incorporated in 1992. It has been engaged in the manufacturing and sales of cement since 1997. The company's cement division operates two units, both based in Satna, Madhya Pradesh, with a combined installed cement manufacturing capacity of 7.0 MTPA (saleable). It caters to the major markets of Uttar Pradesh, Madhya Pradesh and Bihar. In FY2010, PJI amalgamated H&R Johnson (India) Limited and RMC Readymix (India) Private Limited with itself. Post amalgamation, PJI has been operating with three divisions, namely cement, HRJ and RMC.

Key financial indicators (audited; consolidated)

	FY2019	FY2020
Operating Income (Rs. crore)	6,193.3	5,954.5
PAT (Rs. crore)	105.2	-27.9
OPBDIT/OI (%)	10.1%	9.6%
PAT/OI (%)	1.7%	-0.5%
Total Outside Liabilities/Tangible Net Worth (times)	2.9	3.7
Total Debt/OPBDIT (times)	3.1	4.2
Interest Coverage (times)	2.8	2.2

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

	Instrument	Current Rating (FY2021)					Rating History for the Past 3 Years				
		Type	Amount Rated	Amount Outstanding	Rating		FY2020 26-Aug-2019	FY2019		FY2018	
					18-Sep-2020	15-Jul-2020		13-Nov-2018	28-Aug-2018	21-Dec-2017	17-Nov-2017
1	NCD Programme 1	Long-Term	150.0	0.0	-	[ICRA]A-%; placed on watch with positive implications and withdrawn	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)
2	NCD Programme 2	Long-Term	50.0	0.0	-	[ICRA]A-%; placed on watch with positive implications and withdrawn	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	-	-
3	NCD Programme 3	Long-Term	80.0	0.0	[ICRA]A-%; withdrawn	[ICRA]A-%; placed on watch with positive implications	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	-	-
4	Fund-based – Term Loan	Long-Term	1,080.50	0.0	[ICRA]A-%; withdrawn	[ICRA]A-%; placed on watch with positive implications	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)
5	Fund-based – Working Capital Facilities	Long-Term	297.90	-	[ICRA]A-%; withdrawn	[ICRA]A-%; placed on watch with positive implications	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)	[ICRA]A-(Stable)
6	Fund-based – Working Capital Facilities	Short-Term	80.00	-	[ICRA]A1; withdrawn	[ICRA]A1	[ICRA]A1	[ICRA]A1	[ICRA]A1	[ICRA]A1	[ICRA]A1
7	Non-fund based – Working Capital Facilities	Short-Term	192.00	-	[ICRA]A1; withdrawn	[ICRA]A1	[ICRA]A1	[ICRA]A1	[ICRA]A1	[ICRA]A1	[ICRA]A1
8	Fund-based – Working Capital Facilities	Long-Term/Short-Term	40.00	-	[ICRA]A-%/[ICRA]A1; withdrawn	[ICRA]A-%; placed on watch with positive implications; [ICRA]A1	[ICRA]A-(Stable)/[ICRA]A1	[ICRA]A-(Stable)/[ICRA]A1	[ICRA]A-(Stable)/[ICRA]A1	[ICRA]A-(Stable)/[ICRA]A1	[ICRA]A-(Stable)/[ICRA]A1
9	Non-fund based – Working Capital Facilities	Long-Term/Short-Term	110.00	-	[ICRA]A-%/[ICRA]A1; withdrawn	[ICRA]A-%; placed on watch with positive implications; [ICRA]A1	[ICRA]A-(Stable)/[ICRA]A1	[ICRA]A-(Stable)/[ICRA]A1	[ICRA]A-(Stable)/[ICRA]A1	[ICRA]A-(Stable)/[ICRA]A1	[ICRA]A-(Stable)/[ICRA]A1

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 No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
INE010A07232*	NCD	31-Aug-2018	Zero Coupon (YTM [^] : 10.40%)	27-Sep-2021	80.00	[ICRA]A-%; withdrawn
-	Term Loan	Various; Upto Sep 2013	9%-11%	Already repaid	1,080.50	[ICRA]A-%; withdrawn
-	Fund-based Bank Facilities	-	-	-	297.90	[ICRA]A-%; withdrawn
-	Fund-based Bank Facilities	-	-	-	80.00	[ICRA]A1 ; withdrawn
-	Non-fund Based Bank Facilities	-	-	-	192.00	[ICRA]A1 ; withdrawn
-	Fund-based Bank Facilities	-	-	-	40.00	[ICRA]A-%/ [ICRA]A1 ; withdrawn
-	Non-fund Based Bank Facilities	-	-	-	110.00	[ICRA]A-%/ [ICRA]A1 ; withdrawn

*prepaid on July 16, 2020; Note: % denotes 'placed on watch with positive implications'; [^]YTM: Yield to maturity

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