March 25, 2021

Coffee Day Enterprises Limited: Rating continues to remain under issuer not cooperating category

Summary of rating action

Instrument^	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Term Loan	315.00	315.00	[ICRA]D; ISSUER NOT COOPERATING*; continues to remain under 'Issuer Not Cooperating' category.
Total	**315.00**	**315.00**	

**Issuer did not cooperate; based on best available information.*
^Instrument details are provided in Annexure-1

Rationale

The ratings for the Rs.315.00-crore bank facilities Coffee Day Enterprises Limited continue 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. The rating action has been taken in accordance with ICRA's policy in respect of non-cooperation by a rated entity available at www.icra.in.

Please refer to the following link for the previous detailed rationale that captures Key rating drivers and their description, Liquidity position, Rating sensitivities: Click here. ICRA is unable to provide this information due to non-cooperation by the entity.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology Policy in respect of non-cooperation by a rated entity Policy on Default Recognition
Parent/Group Support	NA
Consolidation/Standalone	For arriving at the ratings, ICRA has considered the consolidated financials of Coffee Day Enterprises Limited.

About the company

Coffee Day Enterprises Limited is the holding company for Coffee Day group, promoted by Mr. V G Siddhartha. The key companies of the group are – Coffee Day Global Limited (coffee business), Sical Logistics Limited (integrated logistics), Tanglin Development Limited (real estate), Way2Wealth (financial services) and Coffee Day Hotels and Resorts Limited (Hospitality).

Key financial indicators (audited)

Consolidated	FY2019	FY2020	9M FY2021
Operating Income (Rs. crore)	4264.5	2552.4	688.3
PAT (Rs. crore)	147.2	1848.5	-380.0
OPBDIT/OI (%)	13.5%	-14.8%	-10.5%
PAT/OI (%)	3.5%	72.4%	-55.2%
Total Outside Liabilities/Tangible Net Worth (times)	2.5	0.9	
Total Debt/OPBDIT (times)	16.1	-10.9	
Interest Coverage (times)	1.3	-0.7	-0.3

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

	Instrument	Current Rating (FY2021)					Chronology of Rating History for the past 3 years					
		Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating in		Date & Rating in FY2020			Date & Rating in FY2019		Date & Rating in FY2018
					Mar 25, 2021	Dec 15, 2020	Sep 10, 2019	Aug 08, 2019	Jul 30, 2019	Mar 26, 2019	Feb 05, 2019	Nov 29, 2018
1	Term Loans	Long-term	315.00	315.00	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D	[ICRA]BB+ (Negative)	[ICRA]BBB + @	[ICRA]BBB+&	[ICRA]BBB+ &	[ICRA]BBB+ (Stable)

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	28-Dec-2016	9.90%	Dec 2021	315.00	[ICRA]D; ISSUER NOT COOPERATING

Source: *Coffee Day Enterprises Limited*

Annexure-2: List of entities considered for consolidated analysis

NA

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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

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