January 20, 2022

Golden Tobacco Limited: Continues to remain under issuer Non-Cooperating category

Summary of rating action

Instrument^	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund based – Cash Credit	44.30	44.30	[ICRA]D; ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Fund based – Term Loan	6.50	6.50	[ICRA]D; ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Short Term – NonFund Based	3.00	3.00	[ICRA]D; ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Total	**53.80**	**53.80**	

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

Rationale

ICRA has retained the ratings of Golden Tobacco Limited in the 'Issuer Not Cooperating' category. The ratings are denoted as [ICRA]D/ [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 the latest information because of non-cooperation by the entity.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology Policy on default recognition
Parent/Group Support	NA
Consolidation/Standalone	Standalone

About the company

Golden Tobacco Limited (GTL) was established by the late Shri Narsee Monjee in the year 1930 in Mumbai (Maharashtra) as a proprietary firm, and later went public in the year 1955. The company was set up as an integrated tobacco processing, cigarette rolling and packaging unit, and has its manufacturing operations located at Vadodara (Gujarat) set up in 1972 apart from the original unit in Mumbai (now being used for real estate development), and a tobacco processing unit in Guntur (Andhra Pradesh). In 1979, the company was taken over by "Dalmia Group", led by Mr. Sanjay 2 Dalmia. The major brand & brand extensions being manufactured are Panama, Chancellor, CHL, Panama Premium Filter and Panama Mini King.

Status of non-cooperation with previous CRA: NA

Key financial indicators:

SFPL Standalone	FY2020	FY2021
Operating Income (Rs. crore)	23.68	42.78
PAT (Rs. crore)	-1.70	7.63
OPBDIT/OI (%)	-57.39%	29.10%
PAT/OI (%)	-6.97%	17.84%
RoCE (%)	-5.33%	-7.63%
Total Outside Liabilities/Tangible Net Worth (times)	-2.43	-2.35
Total Debt/OPBDIT (times)	-0.15	0.16
Interest Coverage (times)	3.88	3.70

Any other information: None

Rating history for past three years

	Instrument	Current Rating (FY2022)				Chronology of Rating History for the past 3 years		
		Type	Amount Rated (Rs. Crore)	Amount Outstanding (Rs. Crore)	Date & Rating in	Date & Rating in FY2021	Date & Rating in FY2020	Date & Rating in FY2019
					Jan 20, 2022	Nov 17, 2020	Aug 30, 2019	May 28, 2019
1	Cash Credit	Long Term	44.30	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATIN G
2	Term Loan	Long Term	6.50	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATIN G
3	Non Fund Based Limit	Short Term	3.00	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATIN G

Complexity level of the rated instrument

Instrument	Complexity Indicator
Cash Credit	Simple

Term Loan	Simple
Non Fund Based Limit	Very Simple

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional, or legal aspects. Details on the complexity levels of the instruments, is available on ICRA's 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	Cash Credit	-	-	-	44.30	[ICRA]D; ISSUER NOT COOPERATING
NA	Term Loan	-	-	-	6.50	[ICRA]D; ISSUER NOT COOPERATING
NA	Non Fund Based Limit	-	-	-	3.00	[ICRA]D; ISSUER NOT COOPERATING

Source: Golden Tobacco Limited

Annexure-2: List of entities considered for consolidated analysis: Not applicable

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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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