

January 30, 2023

Bhuruka Gases Limited: Ratings withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long term-Fund based – Term Loan	60.00	60.00	[ICRA]BBB+ (Stable); withdrawn
Long term- Fund based – Working capital facilities	3.50	3.50	[ICRA]BBB+ (Stable); withdrawn
Short term - Non-fund based- Working capital facilities	2.50	2.50	[ICRA]A2; withdrawn
Total	66.00	66.00	

*Instrument details are provided in Annexure I

Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of Bhuruka Gases Limited (BGL) at the request of the company and based on the no-objection certificates received from the bankers. However, ICRA does not have information to suggest that the credit risk has changed since the time the rating was last reviewed. The key rating drivers, liquidity position, rating sensitivities and key financial indicators have not been captured as the rated instruments are being withdrawn. The previous detailed rating rationale is available at the following link:

[Click here](#)

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology Policy on withdrawal of Credit Ratings
Parent/Group Support	Not Applicable
Consolidation/Standalone	The ratings are based on the standalone financial profile of the company

About the company

Bhuruka Gases Limited (BGL), established in 1974, is a manufacturer of industrial and rare gases for industrial and calibration requirements. The company is based out of Bengaluru, with manufacturing facilities in Bengaluru, Chennai and Pune. It is a part of the Bhuruka Group which has presence in renewable power, manufacturing of refractory, stevedoring and development of IT parks. The company manufactures bulk gases, import substitute high purity gases and calibration gases at its manufacturing facilities. The company is 100% held by Bhuruka Gases Investment India Private Limited.

Status of non-cooperation with previous CRA: Not Applicable

Any other information: None

Rating history for past three years

	Instrument	Current rating (FY2023)				Chronology of rating history for the past 3 years		
		Type	Amount rated (Rs. crore)	Amount outstanding as on March 31, 2022 (Rs. crore)	Current rating	Date & rating in FY2022	Date & rating in FY2021	Date & rating in FY2020
					Jan 30, 2023	Nov 29, 2021	Aug 27, 2020	Apr 05, 2019
1	Fund based – Term Loan	Long-Term	60.00	19.66	[ICRA]BBB+ (Stable); withdrawn	[ICRA]BBB+ (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)
2	Fund based – Working capital facilities	Long-Term	3.50	-	[ICRA]BBB+ (Stable); withdrawn	[ICRA]BBB+ (Stable)	[ICRA]BBB (Stable)	[ICRA]BBB (Stable)
3	Non-fund based- Working capital facilities	Short-Term	2.50	-	[ICRA]A2; withdrawn	[ICRA]A2	[ICRA]A3+	[ICRA]A3+

Complexity level of the rated instrument

Instrument	Complexity Indicator
Long term fund based – Term Loan	Simple
Long term- Fund based – Working capital facilities	Simple
Short term - Non-fund based- Working capital facilities	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 are available on ICRA's website: [Click Here](#)

Annexure-I: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Long term fund based – Term Loan	Sep-2018	NA	Oct 2026	60.0	[ICRA]BBB+ (Stable); withdrawn
NA	Long term- Fund based – Working capital facilities	-	NA	-	3.50	[ICRA]BBB+ (Stable); withdrawn
NA	Short Term-Non-fund based- Working capital facilities	NA	NA	NA	2.50	[ICRA]A2; withdrawn

Source: Company; **Note:** Amount in Rs. Crore

Annexure-II: List of entities considered for consolidated analysis-Not Applicable

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