March 22, 2024

CIL Nova Petrochemicals Limited: Ratings Withdrawn

Summary of rating action

Instrument^	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term-Fund Based-Cash Credit	13.00	13.00	[ICRA]B+ (Stable); ISSUER NOT COOPERATING*; Withdrawn.
Short Term-Non Fund Based-Others	15.65	15.65	[ICRA]A4; ISSUER NOT COOPERATING*; Withdrawn.
Total	**28.65**	**28.65**	

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

Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of CIL Nova Petrochemicals Limited at the request of the company and based on the No Objection Certificates (NOC) received from its 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Key Rating Drivers, Liquidity Position, Rating Sensitivities have not been captured as the rated instruments are being withdrawn.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	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology Policy on withdrawal of Credit Ratings Rating Methodology – Textiles (Spinning)
Parent/Group Support	NA
Consolidation/Standalone	Standalone

About the company

CIL Nova Petrochemicals Ltd (CNPL) was formed as part of the demerger from Nova Petrochemicals Ltd in 2007 and is engaged in the manufacturing of different type of synthetic yarn from polyester -Partially Oriented yarn (POY), Fully Drawn Yarn (FDY) Polyester Texturised Yarn (PTY) and Draw Texturised Yarn (DTY). The company also carries out trading of POY and FDY. The company is part of the Chiripal group of companies based out of Ahmedabad. The company's manufacturing premises are located at Moraiya near Ahmedabad. Total capacity of the plant is 28000 TPA.

Key financial indicators

	FY2022	FY2023
Operating income	296.16	101.83
PAT	7.84	- 5.43
OPBDIT/OI	4.7%	-8.1%
PAT/OI	2.6%	-5.3%
Total outside liabilities/Tangible net worth (times)	0.70	0.03
Total debt/OPBDIT (times)	1.28	- 0.03
Interest coverage (times)	5.26	-

Source – MCA Website

Status of non-cooperation with previous CRA: NA

Any other information: None

Rating history for past three years

	Instrument	Current Rating (FY2024)					Chronology of Rating History for the past 3 years		
		Type	Amount Rated (Rs. Crore)	Amount Outstanding (Rs. Crore)	Date & Rating in		Date & Rating in FY2023	Date & Rating in FY2022	Date & Rating in FY2021
					22-Mar-2024	24-Jan-2024	24-Nov-2022	28-Oct-2021	01-Jul-2020
1	Cash Credit	Long Term	13.00	-	[ICRA]B+ (Stable); ISSUER NOT COOPERATING; Withdrawn	[ICRA]B+ (Stable); ISSUER NOT COOPERATING	[ICRA]B+ (Stable); ISSUER NOT COOPERATING	[ICRA]B+ (Stable); ISSUER NOT COOPERATING	[ICRA]BB+ (Stable); ISSUER NOT COOPERATING
2	Non Fund Based	Short Term	15.65	-	[ICRA]A4; ISSUER NOT COOPERATING; Withdrawn	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4; ISSUER NOT COOPERATING	[ICRA]A4+; ISSUER NOT COOPERATING

Complexity level of the rated instrument

Instrument	Complexity Indicator
Cash Credit	Simple
Non Fund Based	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: 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	Cash Credit	-	-	-	13.00	[ICRA]B+ (Stable); ISSUER NOT COOPERATING; Withdrawn.
NA	Non Fund Based	-	-	-	15.65	[ICRA]A4; ISSUER NOT COOPERATING; Withdrawn

Source: *CIL Nova Petrochemicals Limited*

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

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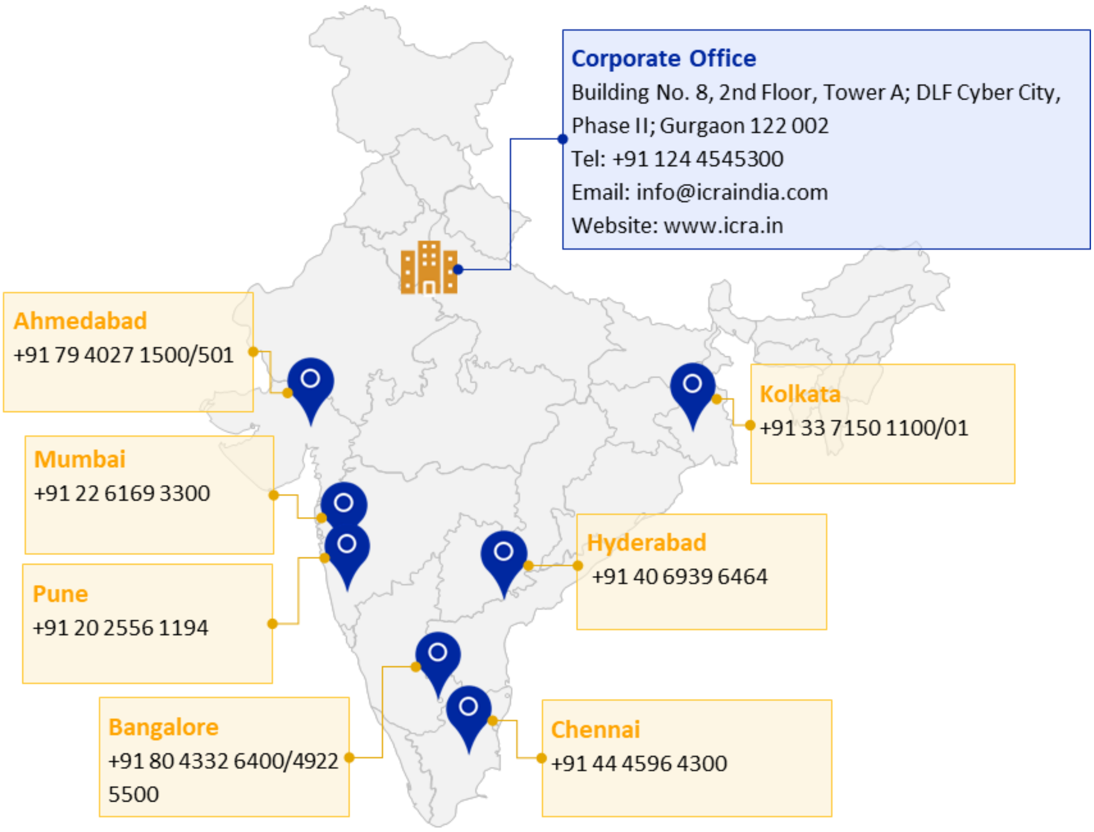

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