

Simran Farms Limited

March 18, 2019

Summary of rated instrument

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund-based – Cash Credit	10.00	10.00	[ICRA]BB (Stable); Withdrawn
Total	10.00	10.00	

*Instrument details are provided in Annexure-1

Rating action

ICRA has withdrawn the long-term rating of [ICRA]BB (pronounced ICRA double B) with a stable outlook assigned to the Rs. 10.00-crore¹ cash credit facility of Simran Farms Limited (SFL)².

Rationale

The rating is withdrawn in accordance with ICRA's policy on withdrawal and suspension and as desired by the company.

Key rating drivers

Key Rating drivers has not been captured as the rated instrument is being withdrawn.

Liquidity Position

Information was not available on the liquidity position of the rated entity.

Analytical approach

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

About the company

Incorporated in 1984, SFL operates in the business of commercial broiler farming. The company has a capacity of 85 lakh broiler birds (including commercial contract farming) and 3 lakh parent birds. Its commercial broiler farms are located in Madhya Pradesh, Chhattishgarh, Gujarat, Maharashtra, Rajasthan, Punjab and Jammu & Kashmir, and parent poultry breeding farms are located near Indore in Madhya Pradesh.

¹ 100 lakh = 1 crore = 10 million

² For complete rating scale and definitions, please refer to ICRA's website www.icra.in or other ICRA Rating Publications

Key Financial Indicators

	FY2017 Audited	FY2018 Audited
Operating Income (Rs. crore)	410.23	341.29
PAT (Rs. crore)	0.95	3.94
OPBDIT/ OI (%)	2.32%	3.17%
RoCE (%)	12.25%	15.44%
Total Debt/ TNW (times)	2.25	1.57
Total Debt/ OPBDIT (times)	4.05	3.13
Interest Coverage (times)	1.56	3.20

Status of non-cooperation with previous CRA: Not Applicable

Any other information: None

Rating history for last three years:

Instrument	Current Rating (FY2019)				Chronology of Rating History for the past 3 years		
	Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs Crore)	Date & Rating	Date & Rating in FY2018	Date & Rating in FY2017	Date & Rating in FY2016
1 Cash Credit	Long Term	10.00	NA	March 2019 [ICRA]BB (Stable); Withdrawn	December 2017 [ICRA]BB (Stable)	-	-

Source: SFL

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	Cash Credit	-	-	-	10.00	[ICRA]BB (Stable); Withdrawn

Source: SFL

ANALYST CONTACT

Mr. Jayanta Roy

+91 33 7150 1120

jayanta@icraindia.com

Mr. Sandipan Kumar Das

+91 33 71501190

sandipan.das@icraindia.com

Mr. Sujoy Saha

+91 33 7150 1184

sujoy.saha.@icraindia.com

Ms. Nabanita Sengupta

+91 33 7150 1123

nabanita.sengupta@icraindia.com

RELATIONSHIP CONTACT

Mr. Jayanta Chatterjee

+91 33 7150 1100

jayantac@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani

Tel: +91 124 4545 860

communications@icraindia.com

Helpline for business queries:

+91-9354738909 (open Monday to Friday, from 9:30 am to 6 pm)

info@icraindia.com

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

ICRA Limited

Corporate Office

Building No. 8, 2nd Floor, Tower A; DLF Cyber City, Phase II; Gurgaon 122 002

Tel: +91 124 4545300

Email: info@icraindia.com

Website: www.icra.in

Registered Office

1105, Kailash Building, 11th Floor; 26 Kasturba Gandhi Marg; New Delhi 110001

Tel: +91 11 23357940-50

Branches

Mumbai + (91 22) 24331046/53/62/74/86/87

Chennai + (91 44) 2434 0043/9659/8080, 2433 0724/ 3293/3294,

Kolkata + (91 33) 2287 8839 /2287 6617/ 2283 1411/ 2280 0008,

Bangalore + (91 80) 2559 7401/4049

Ahmedabad+ (91 79) 2658 4924/5049/2008

Hyderabad + (91 40) 2373 5061/7251

Pune + (91 20) 2556 0194/ 6606 9999

© Copyright, 2019 ICRA Limited. All Rights Reserved.

Contents may be used freely with due acknowledgement to ICRA.

ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance, which may lead to revision in ratings. An ICRA rating is a symbolic indicator of ICRA's current opinion on the relative capability of the issuer concerned to timely service debts and obligations, with reference to the instrument rated. Please visit our website www.icra.in or contact any ICRA office for the latest information on ICRA ratings outstanding. All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable, including the rated issuer. ICRA however has not conducted any audit of the rated issuer or of the information provided by it. While reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies may have provided services other than rating to the issuer rated. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents