

June 29, 2020

Maheshwari Logistics Limited: Rating Withdrawn

Summary of rating action

Instrument	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term - Fund Based/CC	36.00	36.00	[ICRA]BB+(Stable) ISSUER NOT COOPERATING; Withdrawn
Long Term - Fund Based TL	6.94	6.94	[ICRA]BB+(Stable) ISSUER NOT COOPERATING; Withdrawn
Short Term - Fund Based	3.00	3.00	[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn
Short Term - Non-Fund Based	61.20	61.20	[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn
Short Term - Interchangeable	(28.00)	(28.00)	[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn
Total	107.14	107.14	

Rationale

The long-term and short-term Ratings assigned to Maheshwari Logistics Limited (MLL) have been withdrawn at the request of the company, based on the no-objection certificate provided by its banker. ICRA is withdrawing the rating and that it does not have information to suggest that the credit risk has changed since the time the rating was last reviewed. ICRA has withdrawn the Stable outlook on the long-term rating.

Key rating drivers and their description

Key rating drivers have not been captured as the rating is being withdrawn.

Liquidity position

Not captured as the rating is being withdrawn.

Rating sensitivities

Not captured as the rating is being withdrawn.

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

About the company:

Maheshwari Logistics Limited is a family-run company incorporated in year 2006. The company is engaged in coal trading, paper trading, logistics business and kraft paper manufacturing.

Status of non-cooperation with previous CRA: Not applicable

Key financial indicators:

	FY2018	FY2019
Operating Income (Rs. crore)	870.1	1037.1
PAT (Rs. crore)	11.6	14.8
OPBDITA/ OI (%)	4.0%	4.5%
RoCE (%)	15.8%	18.2%
Total Outside Liabilities/Tangible Net Worth (times)	2.3	2.2
Total Debt/OPBDITA (times)	3.7	3.1
Interest Coverage	2.6	2.5
DSCR (excl. STD/prepayments)	1.6	1.2

Source: MCA Site

Any other information: None

Rating history for last three years:

All figures in Rs. Crore

	Instrument	Current Rating (FY2021)			Rating History for the Past 3 Years			
		Type	Amount Rated	Amount Outstanding	Current Rating	FY2020	FY2019	FY2018
					29-Jun-2020	25-Feb-2020	30-Nov-2018	23-Aug-2017
1	Cash Credit	Long Term	36.00	-	[ICRA]BB+(Stable) ISSUER NOT COOPERATING; Withdrawn	[ICRA]BB+ (Stable); ISSUER NOT COOPERATING	[ICRA]BBB+ (Stable); ISSUER NOT COOPERATING	[ICRA]BBB+ (Stable); ISSUER NOT COOPERATING
2	Term Loan	Long Term	6.94	-	[ICRA]BB+(Stable) ISSUER NOT COOPERATING; Withdrawn	[ICRA]BB+ (Stable); ISSUER NOT COOPERATING	[ICRA]BBB+ (Stable); ISSUER NOT COOPERATING	[ICRA]BBB+ (Stable); ISSUER NOT COOPERATING
3	Fund Based Limits	Short Term	3.00	-	[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn	[ICRA]A4+; ISSUER NOT COOPERATING	[ICRA]A2+; ISSUER NOT COOPERATING	[ICRA]A2+; ISSUER NOT COOPERATING
4	Non-Fund Based Limits	Short Term	61.20	-	[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn	[ICRA]A4+; ISSUER NOT COOPERATING	[ICRA]A2+; ISSUER NOT COOPERATING	[ICRA]A2+; ISSUER NOT COOPERATING
5	Interchangeable	Short Term	(28.00)	-	[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn	[ICRA]A4+; ISSUER NOT COOPERATING	[ICRA]A2+; ISSUER NOT COOPERATING	[ICRA]A2+; ISSUER NOT COOPERATING

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	NA	NA	NA	36.00	[ICRA]BB+(Stable) ISSUER NOT COOPERATING; Withdrawn
NA	Term Loan	NA	NA	NA	6.94	[ICRA]BB+(Stable) ISSUER NOT COOPERATING; Withdrawn
NA	Fund Based Limits	NA	NA	NA	3.00	[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn
NA	Non-Fund Based Limits	NA	NA	NA	61.20	[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn
NA	Interchangeable	NA	NA	NA	(28.00)	[ICRA]A4+ ISSUER NOT COOPERATING; Withdrawn

Source: Maheshwari Logistics Limited (MLL)

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