

Nemlaxmi Books (India) Private Limited

May 15, 2018

Summary of rated instruments

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund Based Limits	8.86	8.86	[ICRA]B+ (Stable); Withdrawn
Non-Fund Based Limits	0.72	0.72	[ICRA]A4; Withdrawn
Unallocated Limits	2.04	2.04	[ICRA]B+ (Stable); Withdrawn
Total	11.62	11.62	

*Instrument details are provided in Annexure-1

Rating action

ICRA has withdrawn the long-term rating of [ICRA]B+ (pronounced ICRA B plus) and the short-term rating of [ICRA]A4 (pronounced ICRA A four) assigned to the Rs. 11.62-crore¹ bank facilities of Nemlaxmi Books (India) Private Limited ('NB IPL' or 'the company')² in accordance with ICRA's policy on withdrawal and suspension.

Rationale

The ratings are withdrawn in accordance with ICRA's policy on withdrawal and suspension, and as desired by the company and based on the No Objection Certificate provided by the banker.

Outlook: Not Applicable

Key rating drivers: Not Applicable

Analytical approach: For withdrawal of ratings, ICRA has followed its withdrawal policy as indicated below.

Links to applicable criteria:

[ICRA Policy on Withdrawal and Suspension of Credit Ratings](#)

About the company:

Established in 1992, Nemlaxmi Books (India) Private Limited was promoted by Mr. Vimal Sekhani for manufacturing and trading paper and paper-based stationery products. The registered office and manufacturing facility of NB IPL are located in Surat, Gujarat. The company began commercial operations in 1992 and its product portfolio includes notebooks/ exercise books, drawing books, spiral pads, ruled paper, filler paper, exam boards, etc. The company sells these products under the brand names, 'Gravity' and 'Classic', and carry a trademark of 'Genius'. The promoters of the company enjoy extensive experience of over five decades in the paper trading and manufacturing industry.

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 (audited)

	FY2015	FY2016
Operating Income (Rs. crore)	31.25	36.58
PAT (Rs. crore)	0.51	1.88
OPBDIT/ OI (%)	10.2%	8.5%
RoCE (%)	14.6%	20.5%
Total Debt/ TNW (times)	2.55	2.15
Total Debt/ OPBDIT (times)	4.95	5.60
Interest Coverage (times)	1.34	1.47
NWC/ OI (%)	43.0%	39.0%

Source: Firm Financials

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 March 2017	Date & Rating in FY2016 March 2016
1 Cash Credit	Long Term	8.00	-	May 2018 [ICRA]B+ (Stable); Withdrawn	-	[ICRA]B+ (Stable)	[ICRA]B+
2 Term Loan	Long Term	0.86	-	[ICRA]B+ (Stable); Withdrawn	-	[ICRA]B+ (Stable)	[ICRA]B+
3 Unallocated limits	Long Term	2.04	-	[ICRA]B+ (Stable); Withdrawn	-	[ICRA]B+ (Stable)	[ICRA]B+
4 Non-fund based limits	Short Term	0.72	-	[ICRA]A4; Withdrawn	-	[ICRA]A4	[ICRA]A4

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	8.00	[ICRA]B+ (Stable); Withdrawn
NA	Term Loan	NA	NA	NA	0.86	[ICRA]B+ (Stable); Withdrawn
NA	Non-fund based limits	NA	NA	NA	0.72	[ICRA]A4; Withdrawn
NA	Unallocated Limits	NA	NA	NA	2.04	[ICRA]B+ (Stable); Withdrawn

ANALYST CONTACTS

K Ravichandran

+91 44 45964301

ravichandran@icraindia.com

Suprio Banerjee

+91 22 6114 3443

supriob@icraindia.com

Rupa Pandey

+91 22 61143456

rupa.pandey@icraindia.com

Viraj Kadwadkar

+91 22 6114 3457

viraj.kadwadkar@icraindia.com

RELATIONSHIP CONTACT

Jayanta Chatterjee

+91 80 4332 6401

jayantac@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani

Tel: +91 124 4545 860

naznin.prodhani@icraindia.com

Helpline for business queries:

+91-124-2866928 (open Monday to Friday, from 9:30 am to 6 pm)

info@icraindia.com

About ICRA Limited:

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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) 6606 9999

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