

Orbit Projects Private Limited

February 08, 2019

Summary of rated instrument

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount(Rs. crore)	Rating Action
Term Loans	45.00	45.00	[ICRA]BBB+(SO)(Stable); Withdrawn
Total	45.00	45.00	

*Instrument details are provided in Annexure-1

Rating action

ICRA has withdrawn the long-term rating of [ICRA]BBB+(SO) (Stable) (pronounced ICRA triple B plus structured obligation) for the Rs. 45.00-crore¹ overdraft facility of Orbit Projects Private Limited (OPPL)².

Rationale

The ratings are withdrawn in accordance with ICRA's policy on withdrawal and suspension and as desired by the company.

Key rating drivers: Not applicable

Analytical approach:

For arriving at the rating, ICRA has applied its rating methodologies as indicated below.

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology ICRA's Policy on Withdrawal and Suspension of Credit Rating
Parent/Group Support	The assigned ratings are based on unconditional, irrevocable corporate guarantee extended by OPPL's group company – Diwakar Viniyog Private Limited (DVPL)
Consolidation / Standalone	-

About the company:

Incorporated in 1996, OPPL is involved in real-estate development, with operations primarily concentrated in Kolkata. It is one of the real-estate arms of the Emami Group, which has diverse business interests which include FMCG, newsprint, writing instruments, edible oil and cultivation, biodiesel, hospitals, real estate, retail, cement, and contemporary art. OPPL has completed six residential projects exceeding 5 lakh sq. ft. (lsf) in prime locations across Kolkata. At present, the company is undertaking two new projects, spread over almost 1.65 lsf. Two projects, spread over 17.3 lsf, which were being undertaken earlier, have been deferred at present.

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

About the guarantor:

Incorporated in 1984, Diwakar Viniyog Private Limited (DVPL) is a systemically important core investment company (CICs-ND-SI) registered with the Reserve Bank of India (RBI). The company acts as an investment-holding company for the Emami Group (holding 14.87% stake in Emami Limited) and is also involved in extending loans and advances as well as investing in shares/securities/debentures etc. DVPL is entirely held by the Agarwal Family (part of the promoters of the Emami Group).

Key financial indicators: Not Applicable

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) February, 2019	Date & Rating February 2019	Date & Rating in FY2019	Date & Rating in FY2018	Date & Rating in FY2017
1 Fund-based-limit – Overdraft	Long Term	45.00	45.00	[ICRA]BBB+(SO)(Stable); Withdrawn	August 2018 [ICRA]BBB+(SO) (Stable)	-	March 2017 [ICRA]BBB+(SO) (Stable)

Source: OPPL

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
-	Term Loan 1	August 26, 2016	-	-	30.00	[ICRA]BBB+(SO) (Stable); withdrawn
-	Term Loan 2	October 30, 2017	-	-	15.00	[ICRA]BBB+(SO) (Stable); withdrawn

Source: OPPL

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About ICRA Limited:

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