

Gujarat Paraffins Private Limited

February 11, 2019

Summary of rated instruments

Instrument	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund based- Cash Credit	5.00	5.00	[ICRA]BBB-(Stable)ISSUER NOT COOPERATING; Withdrawn
Fund based- Term Loan	2.00	2.00	[ICRA]BBB-(Stable)ISSUER NOT COOPERATING; Withdrawn
Non-fund based- Letter of Credit	1.25	1.25	[ICRA]A3 ISSUER NOT COOPERATING ; Withdrawn
Non-fund based- Credit Exposure Limit	0.12	0.12	[ICRA]A3 ISSUER NOT COOPERATING ; Withdrawn
Buyers' Credit-sublimit to LC	(1.50)	(1.50)	[ICRA]A3 ISSUER NOT COOPERATING ; Withdrawn
EPC/PCFC/FBD/FBP- sublimit to cash credit	(1.25)	(1.25)	[ICRA]A3 ISSUER NOT COOPERATING ; Withdrawn
Bank Guarantee- sublimit to LC	(0.50)	(0.50)	[ICRA]A3 ISSUER NOT COOPERATING ; Withdrawn
Unallocated limit	0.25	0.25	[ICRA]BBB-(Stable)/[ICRA]A3 ISSUER NOT COOPERATING ; Withdrawn
Total	8.62	8.62	

Rating action

ICRA has withdrawn the long-term rating of [ICRA]BBB- (pronounced ICRA triple B minus)¹ with a Stable outlook and short-term rating of [ICRA]A3 (pronounced ICRA A three) ISSUER NOT COOPERATING assigned to the Rs. 8.62 crore² bank facilities of Gujarat Paraffins Private Limited (GPPL).

Rationale

The ratings assigned to Gujarat Paraffins Pvt. Ltd. have been withdrawn at its request based on the no objection certificate provided by its banker.

Outlook: Not applicable

Key rating drivers

Not Applicable

¹ For complete rating scale and definitions, please refer to ICRA's website www.icra.in or other ICRA Rating Publications

² 100 lakh = 1 crore = 10 million

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	Not applicable

About the company:

Incorporated in 1975, Gujarat Paraffins Private Limited (GPPL) is an Ahmedabad-based company engaged in manufacturing of industrial waxes, which find major application in the tyre industry. GPPL is the flagship company of the Ahmedabad-based Jhajharia family, which has business interest in multiple areas. GPPL has a manufacturing setup in Kalol, Gujarat with manufacturing capacity of 3,600 tonnes per annum currently.

Key financial indicators (audited)

	FY2017	FY2018
Operating Income (Rs. crore)	17.67	22.14
PAT (Rs. crore)	0.71	1.57
OPBDIT/OI (%)	9.97%	10.30%
RoCE (%)	9.48%	14.47%
Total Debt/TNW (times)	0.45	0.39
Total Debt/OPBDIT (times)	2.53	1.98
Interest coverage (times)	3.58	9.86

Source: MCA website

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 FY2019	Date & Rating in FY2017	
				Feb-19	Sep-18	Mar-17	
1 Cash Credit	Long Term	5.00	NA	[ICRA]BBB-(Stable) ISSUER NOT COOPERATING; Withdrawn	[ICRA]BBB- (Stable) ISSUER NOT COOPERATING	[ICRA]BBB-(Stable)	
2 Term Loan	Long Term	2.00	NA	[ICRA]BBB-(Stable) ISSUER NOT COOPERATING; Withdrawn	[ICRA]BBB- (Stable) ISSUER NOT COOPERATING)	[ICRA]BBB-(Stable)	
3 Letter of Credit	Short Term	1.25	NA	[ICRA]A3 ISSUER NOT COOPERATING; Withdrawn	[ICRA]A3 ISSUER NOT COOPERATING	[ICRA]A3 (Stable)	
4 Credit Exposure Limit	Short Term	0.12	NA	[ICRA]A3 ISSUER NOT COOPERATING; Withdrawn	[ICRA]A3 ISSUER NOT COOPERATING	[ICRA]A3 (Stable)	
5 Buyers' Credit^	Short Term	(1.50)	NA	[ICRA]A3 ISSUER NOT COOPERATING; Withdrawn	[ICRA]A3 ISSUER NOT COOPERATING	[ICRA]A3 (Stable)	
6 EPC/PCFC/FBD /FBP*	Short Term	(1.25)	NA	[ICRA]A3 ISSUER NOT COOPERATING; Withdrawn	[ICRA]A3 ISSUER NOT COOPERATING	[ICRA]A3 (Stable)	
7 Bank Guarantee#	Short Term	(0.50)	NA	[ICRA]A3 ISSUER NOT COOPERATING; Withdrawn	[ICRA]A3 ISSUER NOT COOPERATING	[ICRA]A3 (Stable)	
8 Unallocated limit	Long Term/ Short Term	0.25	NA	[ICRA]BBB- (Stable)/ [ICRA]A3 ISSUER NOT COOPERATING; Withdrawn	[ICRA]BBB- (Stable)/ [ICRA]A3 ISSUER NOT COOPERATING	[ICRA]BBB-(Stable)/ [ICRA]A3 (Stable)	

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	April 2016	-	-	5.00	[ICRA]BBB-(Stable); Withdrawn
NA	Term Loan	April 2016	-	FY2020	2.00	[ICRA]BBB-(Stable); Withdrawn
NA	Letter of Credit	April 2016	-	-	1.25	[ICRA]A3; Withdrawn
NA	Credit Exposure Limit	April 2016	-	-	0.12	[ICRA]A3; Withdrawn
NA	Buyers' Credit- sublimit to LC	April 2016	-	-	(1.50)	[ICRA]A3; Withdrawn
NA	EPC/PCFC/FBD/FBP- sublimit to cash credit	April 2016	-	-	(1.25)	[ICRA]A3; Withdrawn
NA	Bank Guarantee- sublimit to LC	April 2016	-	-	(0.50)	[ICRA]A3; Withdrawn
NA	Unallocated limit	April 2016	-	-	0.25	[ICRA]BBB-(Stable)/ [ICRA]A3; Withdrawn

Source: Gujarat Paraffins Private Limited

Annexure-2: List of entities considered for consolidated analysis

Not applicable

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