

May 15, 2019

Natvar Cotex Pvt. Ltd.: Rating Withdrawn

Summary of rated instruments

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund based- Cash Credit	6.00	6.00	[ICRA]B (Stable); Withdrawn
Fund based- Term Loan	0.08	0.08	[ICRA]B (Stable); Withdrawn
Unallocated Limit	1.46	1.46	[ICRA]B (Stable); Withdrawn
Total	7.54	7.54	

Rationale

The long-term rating assigned to Natvar Cotex Pvt. Ltd. has been withdrawn, based on the no-objection certificate provided by its banker.

Outlook: Not applicable

Key rating drivers

Not Applicable

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 June 2013, Natvar Cotex Pvt. Ltd. is engaged in raw cotton ginning and pressing. Its manufacturing facility in Rajkot, Gujarat, is equipped with 30 ginning machines and a pressing machine with a total manufacturing capacity of ~51 Metric Tonnes Per Day (MTPD). The promoters of the company have extensive experience in the cotton industry by virtue of their earlier association with other entities engaged in related business sectors.

Key financial indicators – (Audited)

	FY2017	FY2018
Operating Income (Rs. crore)	81.99	88.82
PAT (Rs. crore)	(0.05)	0.00
OPBDIT/ OI (%)	0.66%	0.61%
Total Debt/ TNW (times)	3.65	3.45
Total Debt/ OPBDIT (times)	16.44	15.49
Interest Coverage (times)	2.09	1.86
NWC/ OI (%)	10%	8%

Source: Company data and ICRA research

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years:

Current Rating (FY2019)					Chronology of Rating History for the past 3 years		
Instrument	Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs Crore)	Date & Rating	Date & Rating in FY2018	Date & Rating in FY2017	Date & Rating in FY2017
				May 2019	February 2018	April 2017	May 2016
1 Cash Credit	Long Term	6.00	NA	[ICRA]B (Stable) Withdrawn	[ICRA]B (Stable); reaffirmed	[ICRA]B (Stable); reaffirmed	[ICRA]B (Stable); reaffirmed
2 Term Loan	Long Term	0.08	NA	[ICRA]B (Stable) Withdrawn	[ICRA]B (Stable); reaffirmed	[ICRA]B (Stable); reaffirmed	[ICRA]B (Stable); reaffirmed
3 Unallocated Limits	Long Term	1.46	NA	[ICRA]B (Stable) Withdrawn	[ICRA]B (Stable); reaffirmed	[ICRA]B (Stable); reaffirmed	[ICRA]B (Stable); reaffirmed

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	6.00	[ICRA]B (Stable); Withdrawn
NA	Term Loan	NA	NA	NA	0.08	[ICRA]B (Stable); Withdrawn
NA	Unallocated Limits	NA	NA	NA	1.46	[ICRA]B (Stable); Withdrawn

Source: Natvar Cotex Pvt. Ltd.

ANALYST CONTACTS

K. Ravichandran

+91 44 4596 4301

k.ravichandran@icraindia.com

Suprio Banerjee

+91 22 6114 3443

supriob@icraindia.com

Sanket Thakkar

+91 79 4027 1528

sanket.thakkar@icraindia.com

Tanay Chhaya

+91 79 4027 1524

tanay.chhaya@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

communications@icraindia.com

Helpline for business queries:

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

info@icraindia.com

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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

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