

January 07, 2020

Shreeji Ceramic Industries: Rating Withdrawn

Summary of rating action

Instrument	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Cash Credit	6.10	6.10	[ICRA]BB- (Stable); Withdrawn
Term Loan	2.00	2.00	[ICRA]BB- (Stable); Withdrawn;
Unallocated limit	1.55	1.55	[ICRA]BB- (Stable); Withdrawn
Total	9.65	9.65	

**Issuer did not cooperate; based on best available information.*

Rationale

The long-term rating assigned to Shreeji Ceramic Industries have been withdrawn at the request of the company, based on the no-objection certificate provided by its banker.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 ICRA has withdrawn the Stable outlook on the long-term rating.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Key rating drivers have not been captured as the rating is being withdrawn.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Not captured as the rating is being withdrawn.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Not captured as the rating is being withdrawn.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	Not Applicable

About the company:

Established in 1990, Shreeji Ceramic Industries (SCI) is promoted by Mr. Harilal K. Patel and family members. The firm produces Nano polished vitrified floor tiles in size of 600 mm x 600mm and digital wall tiles in size of 375mm x 250 mm. The firm's manufacturing facility is located at Morbi (Gujarat). The firm markets its products under the brand name of "Artica", "Simex" and "Euro". SCI has an annual installed capacity of manufacturing ~45,000 MT of tiles per annum.

Key financial indicators – (Audited)

	FY2017	FY2018
Operating Income (Rs. crore)	37.47	39.21
PAT (Rs. crore)	1.01	1.02
OPBDIT/ OI (%)	3.02	3.25
RoCE (%)	10.74%	10.75%
Total Debt/ TNW (times)	1.26	1.78
Total Debt/OPBDIT (times)	2.91	3.50
Interest Coverage (times)	4.48	4.15
NWC/ OI (%)	17%	17%

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years:

All figures in Rs. Crore

	Instrument	Current Rating (FY2020)				Rating History for the Past 3 Years		
		Type	Amount Rate	Amount Outstanding	Rating	FY2019	FY2018	FY2017
					Jan -07-2020	Oct-31-2018	-	-
1	Cash Credit	Long Term	6.10	-	[ICRA]BB-(Stable); Withdrawn	[ICRA]BB-(Stable)	-	-
2	Term Loan	Long Term	2.00		[ICRA]BB-(Stable); Withdrawn	[ICRA]BB-(Stable)	-	-
3	Unallocated Limit	Long Term	1.55		[ICRA]BB-(Stable); Withdrawn	[ICRA]BB-(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	NA	NA	NA	6.10	[ICRA]BB-(Stable) Withdrawn
NA	Term Loan	FY2018	NA	FY2022	2.00	[ICRA]BB-(Stable) Withdrawn
NA	Unallocated Limit	NA	NA	NA	1.55	[ICRA]BB-(Stable) Withdrawn

Source: Shreeji Ceramic Industries

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