

January 14, 2020

Rakindo Kovai Township Private Limited: Ratings Withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term Loan – Proposed	100	100	[ICRA]B+ (Stable) ISSUER NOT COOPERATING; Withdrawn
Total	100	100	

*Instrument details are provided in [Annexure-1](#)

Rationale

The Long-term rating is withdrawn in accordance with ICRA's policy on withdrawal and suspension, as desired by RAKINDO KOVAI TOWNSHIP PRIVATE LIMITED. and based on the no objection certificate provided by its banker. ICRA does not have any information to suggest that the credit risk has changed since the time the rating was last reviewed.

Key rating drivers and their description

The key rating drivers have not been captured as the rated instrument(s) are being withdrawn.

Liquidity position: Liquidity position has not been captured as the rated instruments are being withdrawn

Rating sensitivities: Rating sensitivities have not been captured as the rated instruments are being withdrawn.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology ICRA Policy on Withdrawal and Suspension of Credit Rating
Parent/Group Support	NA
Consolidation/Standalone	The ratings are based on Standalone financial profile of the company.

About the company

Rakindo Kovai Township Limited (RKTL, the Company), incorporated in 2007, was a joint venture between Rakeen Public Joint Stock Company, Ras al Khaimah and Trimex group, Dubai. The company, a part of the Rakindo group involved in the development of real estate projects in various parts of India, was established as a SPV for the development of an integrated residential township project in Coimbatore.

Key financial indicators:

Fiscal	FY2018	FY2019
	(Audited)	(Audited)
Operating Income (Rs. Crore)	11.1	8.1
PAT (Rs. Crore)	(6.7)	(11.6)
OPBIT/ OI (%)	(39.3%)	(264.5%)
RoCE (%)	(0.9%)	(3.1%)
Total Debt/ TNW (times)	-	-
Total Debt/ OPBDIT (times)	-	-
Interest coverage (times)	(1.3)	(299.9)
NWC/ OI (%)	2744.0%	3611.4%

Source: MCA Site

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

S. No.	Instrument	Current Rating (FY2020)				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 FY2018	Date & Rating in FY2017
					14-Jan-2020	24-Dec-2019			
1	Term Loan	Long Term	100.00	-	[ICRA]B+ (Stable); Withdrawn	[ICRA]B+ (Stable); ISSUER NOT COOPERATING	[ICRA]BB+ (Stable); ISSUER NOT COOPERATING	-	[ICRA]BB+ (Stable); ISSUER NOT COOPERATING

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

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	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Term Loan	NA	NA	NA	100.00	[ICRA]B+(Stable) ISSUER NOT COOPERATING; Withdrawn

Source: RAKINDO KOVAI TOWNSHIP PRIVATE LIMITED

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