

Phillips Carbon Black Ltd

April 12, 2021

Ratings

Instruments	Amount (Rs. crore)	Ratings ¹	Rating Action
Commercial Paper	-	-	Withdrawn
Commercial Paper	-	-	Withdrawn
Total Short-Term Instruments	0.00 (Rs. Only)		

Details of instruments/facilities in Annexure-1

Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers

CARE has withdrawn the rating assigned to the Commercial Paper issues of Phillips Carbon Black Limited (PCBL) with immediate effect. The above action has been taken at the request of the company and as there is no amount outstanding under the issue as on date.

Analytical Approach: Not Applicable.

Applicable Criteria

[Policy on Withdrawal of ratings](#)

About the Company

PCBL, incorporated in 1960, is engaged in the manufacturing and sale of carbon black, which is mainly used in tyre and other rubber products. The company also produces specialty carbon blacks which are used as pigmenting, UV stabilizing and conductive agents in a variety of common and specialty products, including plastics, printing & packaging and coatings. PCBL is the largest producer of carbon black in the country and one of the largest players in the world, with an installed capacity of 603,000 MTPA of carbon black. It also has captive power plants (CPP) at all its locations (aggregate capacity of 84 MW). The company sells excess power generated. Its plants are located at Durgapur (West Bengal), Mundra (Gujarat), Palej (Gujarat) and Kochi (Kerala). PCBL is managed under the stewardship of Kolkata-based RP–Sanjiv Goenka group.

Brief Financials (Rs. crore)	FY19 (A)	FY20 (A)
Total operating income	3,533.31	3,250.49
PBILD	645.42	506.86
PAT	388.53	283.49
Overall gearing (times)	0.54	0.51
Interest coverage (times)	17.55	11.04

A: Audited

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Rating History for last three years: Please refer Annexure-2

Covenants of rated instrument / facility: *Detailed explanation of covenants of the rated instruments/facilities is given in Annexure-3*

Complexity level of various instruments rated for this company: Annexure 4

Annexure-1: Details of Instruments/Facilities

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Commercial Paper- Commercial Paper (Standalone)	-	-	-	0.00	Withdrawn
Commercial Paper- Commercial Paper (Standalone)	-	-	-	0.00	Withdrawn

¹ Complete definition of the ratings assigned are available at www.careratings.com and in other CARE publications

Annexure-2: Rating History of last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2021-2022	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019
1.	Commercial Paper-Commercial Paper (Standalone)	ST	-	-	-	1)CARE A1+ (23-Sep-20) 2)CARE A1+ (02-Jun-20)	1)CARE A1+ (18-Feb-20)	1)CARE A1+ (26-Dec-18)
2.	Fund-based - LT-Cash Credit	LT	550.00	CARE AA-; Stable	-	1)CARE AA-; Stable (23-Sep-20)	1)CARE AA-; Stable (18-Feb-20)	1)CARE AA-; Positive (26-Dec-18)
3.	Non-fund-based - LT/ ST-BG/LC	LT/ST	1275.00	CARE AA-; Stable / CARE A1+	-	1)CARE AA-; Stable / CARE A1+ (23-Sep-20)	1)CARE AA-; Stable / CARE A1+ (18-Feb-20)	1)CARE AA-; Positive / CARE A1+ (26-Dec-18)
4.	Term Loan-Long Term	LT	-	-	-	-	-	1)Withdrawn (26-Dec-18)
5.	Non-fund-based - LT/ ST-BG/LC	LT/ST	575.00	CARE AA-; Stable / CARE A1+	-	1)CARE AA-; Stable / CARE A1+ (23-Sep-20)	1)CARE AA-; Stable / CARE A1+ (18-Feb-20)	1)CARE AA-; Positive / CARE A1+ (26-Dec-18)
6.	Commercial Paper-Commercial Paper (Standalone)	ST	-	-	-	1)CARE A1+ (23-Sep-20) 2)CARE A1+ (02-Jun-20)	1)CARE A1+ (18-Feb-20)	1)CARE A1+ (26-Dec-18)

Annexure-3: Detailed explanation of covenants of the rated instrument / facilities: Not Applicable

Annexure 4: Complexity level of various instruments rated for this company

Sr. No.	Name of the Instrument	Complexity Level
1.	Commercial Paper-Commercial Paper (Standalone)	Simple

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

Contact us

Media Contact

Name: Mr. Mradul Mishra
Contact no. – +91-22-6754 3573
Email ID – mradul.mishra@careratings.com

Analyst Contact

Name: Mrs. Mamta Muklania
Tel: 033-4018 1651
Cell: +91 98304 07120
Email: mamta.khemka@careratings.com

Relationship Contact

Name: Mr Lalit Sikaria
Tel: 033-4018 1607
Cell: +91 9830.3 86869
Email: lalit.sikaria@careratings.com

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