

## Monte Carlo Fashions Limited

August 12, 2022

### Rating

Instrument	Amount (₹ crore)	Rating <sup>1</sup>	Rating Action
Commercial Paper (Carved out) *	-	-	Withdrawn
<b>Total Short-Term Instruments</b>	<b>0.00</b> (₹ Only)		

\*Carved out of the sanctioned working capital limits of the company  
Details of instrument in Annexure-1

### Detailed rationale, key rating drivers and detailed description of the key rating drivers

CARE Ratings has withdrawn the outstanding rating of 'CARE A1+' (A One Plus) assigned to the Commercial Paper (CP) issue of Monte Carlo Fashions Limited (MCFL) with immediate effect based on MCFL's request and there being no CP outstanding as on date.

**Analytical approach:** Not applicable

### Applicable criteria:

[Policy on Withdrawal of Ratings](#)

### About the company

MCFL was incorporated in July 2008 as a wholly owned subsidiary of Oswal Woollen Mills Limited (OWML) and part of Ludhiana based Nahar group, which is one of the oldest textile groups in the country. MCFL is a manufacturer and retailer of apparels, which retails its products under the 'Monte Carlo' brand, which is an established brand in the domestic apparel market. The brand has established presence in the winter-wear segment. Pursuant to the scheme of arrangement and demerger with OWML, the apparel business of OWML, comprising manufacturing facilities, sales distribution network and ownership of the 'Monte Carlo' brand, were transferred to MCFL with effect from April 1, 2011. Thereafter, MCFL ceased to be a subsidiary of OWML. The company has diversified its portfolio by launching brands such as Denim, Alpha, Rock-it, and Cloak & Decker.

Brief Financials (₹ crore)	FY21 (A)	FY22 (A) *	Q1FY23 (UA)
Total operating income	633.56	904.32	116.10
PBILDT	127.13	205.51	7.62
PAT	66.21	114.04	(3.92)
Overall gearing (times)	0.25	0.23	NA
Interest coverage (times)	9.42	13.11	2.01

A: Audited; UA: Un Audited; NA: Not available; \* Abridged audited published results on stock exchange

**Status of non-cooperation with previous CRA:** Not applicable

**Any other information:** Not applicable

**Rating history for the last three years:** Please refer Annexure-2

**Covenants of the rated instruments/facilities:** Not applicable

**Complexity level of various instruments rated for this company:** Annexure-3

### Annexure-1: Details of instruments/facilities

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
Commercial Paper (Carved out)	Not applicable*	-	-	-	0.00	Withdrawn

\* There is no CP outstanding

<sup>1</sup> Complete definition of the ratings assigned are available at [www.careedge.in](http://www.careedge.in) and other CARE Ratings Ltd.'s publications

**Annexure-2: Rating history for the last three years**

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022	Date(s) and Rating(s) assigned in 2020-2021	Date(s) and Rating(s) assigned in 2019-2020
1	Commercial Paper-Commercial Paper (Carved out)	ST	-	Withdrawn	-	1)CARE A1+ (16-Aug-21)	-	-
2	Fund-based - LT-Term Loan	LT	15.00	CARE AA-; Stable	-	1)CARE AA-; Stable (16-Aug-21)	-	-
3	Fund-based - LT-Cash Credit	LT	185.00	CARE AA-; Stable	-	1)CARE AA-; Stable (16-Aug-21)	-	-

**Annexure-3: Complexity level of various instruments rated for this company**

Sr. No.	Name of Instrument	Complexity Level
1	Commercial Paper-Commercial Paper (Carved out)	Simple

**Annexure-4: Bank lender details for this company**

To view the lender-wise details of bank facilities please [click here](#)

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

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**About us:**

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