

Tips Industries Limited

January 14, 2022

Ratings

Facilities/Instruments	Amount (Rs. crore)	Rating ¹	Rating Action
Long Term Bank Facilities	-	-	Withdrawn
Total Bank Facilities	0.00 (Rs. Only)		

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE has withdrawn the outstanding ratings of 'CARE BBB+/Credit Watch with Developing Implications' (Triple B Plus; Credit Watch with Developing Implications) assigned to the bank facilities of Tips Industries Limited (TIL) with immediate effect. The above action has been taken at the request of TIL and 'No Dues Certificate' received from the Lender that have extended the facilities rated by CARE.

Analytical approach: Not Applicable

Applicable Criteria

[Policy on Withdrawal of Ratings](#)

About the Company

Tips Industries Limited (TIL), is one of India's leading entertainment companies having presence across music, film production, distribution and artist management. The company also has a large music library with a collection of over 29,000 songs across various genres and major regional languages. Mr. Kumar Taurani and his brother Mr. Ramesh Taurani are the founders of TIL. The company has a library of over 25,000 songs and earns royalty income for the same. TIL has produced and released around 40 Hindi films in the past 20 years and also sells the theatrical, satellite and various other rights to distributors, broadcasters etc.

Brief Financials (Rs. crore)	31-03-2020 (A)	31-03-2021 (A)	H1FY22
Total operating income	93.90	95.34	125.99
PBILDT	0.64	59.98	103.07
PAT	11.34	43.47	47.52
Overall gearing (times)	0.02	0.00	0.00
Interest coverage (times)	26.09	NM	NM

A: Audited NM: Not Meaningful

Status of non-cooperation with previous CRA: N/A

Any other information: N/A

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	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Bank Overdraft		-	-	-	0.00	Withdrawn

¹Complete definition of the ratings assigned are available at www.careedge.in and other CARE Ratings Ltd.'s 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	Fund-based - LT-Bank Overdraft	LT	-	-	1)CARE BBB+ (CWD) (19-May-21)	1)CARE BBB+; Stable (26-Mar-21)	1)CARE BBB; Stable (04-Mar-20) 2)CARE BBB-; Stable (22-Apr-19)	-
2	Fund-based - LT-Proposed fund based limits	LT	-	-	-	-	1)Withdrawn (04-Mar-20)	-

* Long Term / Short Term

Annexure-3: Detailed explanation of covenants of the rated instrument / facilities : N/A**Annexure 4: Complexity level of various instruments rated for this company**

Sr. No	Name of instrument	Complexity level
1	Fund-based - LT-Bank Overdraft	Simple

Annexure 5: 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 instrument: CARE Ratings Ltd. 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 CARE Ratings Limited:

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