

## Coffee Day Global Limited (Revised)

August 2, 2024

Facilities/Instruments	Amount (₹ crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	277.41 (Reduced from 469.61)	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category

Details of instruments/facilities in Annexure-1.

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

### Rationale and key rating drivers

CARE Ratings Ltd. (CARE Ratings) had, vide its press release dated May 5, 2023, continued to place the rating(s) of Coffee Day Global Limited (CDGL) under the 'issuer non-cooperating' category as CDGL had failed to provide information for monitoring of the ratings. CDGL continues to be non-cooperative despite repeated requests for submission of information through e-mails dated March 20, 2024, March 30, 2024, April 09, 2024, and May 06, 2024. However, company has provided No dues certificate/ No objection certificate/ Assignment agreement entered into between lender and Asset reconstruction company indicating repayment of rated debt partially and accordingly the rated amount is reduced.

In line with the extant SEBI guidelines, CARE Ratings has reviewed the rating on the basis of the best available information which however, in CARE Ratings' opinion is not sufficient to arrive at a fair rating.

**Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating(s).**

### Analytical approach:

Consolidated. Entities under consolidation by CDGL are mentioned in Annexure-6.

### Outlook:

Not applicable

### Detailed description of the key rating drivers:

At the time of last rating on May 5, 2023, the following were the rating weaknesses (updated for the information available from stock exchange filings by Coffee Day Enterprises Limited (CDEL); holding company of CDGL):

### Key weaknesses

#### Ongoing delays in debt servicing:

As per the stock exchange filings of CDEL, there are ongoing delays in debt servicing by CDGL and lenders have classified the bank facilities as non-performing assets (NPA).

### Applicable criteria

[Definition of Default](#)

[Policy in respect of non-cooperation by issuers](#)

[Rating Outlook and Rating Watch](#)

[Manufacturing Companies](#)

[Financial Ratios – Non financial Sector](#)

[Retail](#)

[Consolidation](#)

[Liquidity Analysis of Non-financial sector entities](#)

[Withdrawal Policy](#)

### About the company and industry

#### Industry classification

Macro Economic Indicator	Sector	Industry	Basic Industry
Consumer Discretionary	Consumer Services	Leisure Services	Restaurants

<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

CDGL was originally incorporated as Amalgamated Bean Coffee Trading Company Limited on December 6, 1993 as a private limited company, and was subsequently converted to a public limited company on February 3, 1997. CDGL is an integrated coffee retailer, having presence across the entire business activities from coffee procuring till retailing. CDGL has five business divisions, viz., Café Division (Café Coffee Day), Xpress Division, Vending Division, Package Division, and Production, Procurement and Exports (PPE) Division.

Brief Financials (₹ crore)	March 31, 2022 (A)	March 31, 2023 (A)	March 31, 2024 (Prov.)
Total operating income	496.53	868.89	965.73
PBILDT	6.28	105.67	160.09
PAT	-113.44	-67.77	154.67
Overall gearing (times)	2.33	2.63	NA
Interest coverage (times)	0.17	1.67	10.94

A: Audited; Prov: Provisional; NA: Not available, Note: 'the above results are latest financial results available'

#### 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:** Annexure-4

**Lender details:** Annexure-5

#### 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
Fund-based - LT-Bank Overdraft	-	-	-	-	205.00	CARE D; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan	-	-	-	March 2028	72.41	CARE D; ISSUER NOT COOPERATING*

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

#### 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 2024-2025	Date(s) and Rating(s) assigned in 2023-2024	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022
1	Fund-based - LT-Bank Overdraft	LT	205.00	CARE D; ISSUER NOT COOPERATING	-	1)CARE D; ISSUER NOT COOPERATING	-	1)CARE D; ISSUER NOT COOPERATING

				*		*(05-May-23)		*(24-Feb-22)
2	Fund-based - LT-Term Loan	LT	72.41	CARE D; ISSUER NOT COOPERATING *	-	1)CARE D; ISSUER NOT COOPERATING * (05-May-23)	-	1)CARE D; ISSUER NOT COOPERATING * (24-Feb-22)

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

LT: Long term

### Annexure-3: Detailed explanation of covenants of the rated instruments/facilities:

Not applicable

### Annexure-4: Complexity level of the various instruments rated

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Bank Overdraft	Simple
2	Fund-based - LT-Term Loan	Simple

### Annexure-5: Lender details

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

### Annexure-6: List of all the entities consolidated

Sr No	Name of the entity	Extent of consolidation	Rationale for consolidation
1	A.N. Coffeeday International Limited	Full	Subsidiary
2	Classic Coffee Curing Works	Full	Subsidiary
3	Coffeelab Limited	Full	Subsidiary
4	Coffee Day Gastronomie Und Kaffeehandels GmbH	Full	Subsidiary
5	Coffee Day CZ a.s.	Full	Subsidiary
6	Coffee day Schaerer Technologies Private Limited	Proportionate	Joint Venture
7	Coffee Day Consultancy Services Private Limited	Proportionate	Joint Venture

**Note on the 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](mailto:care@careedge.in) for any clarifications.

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### About us:

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