Bhumi Electro India Private Limited

July 03, 2026

Facilities/Instruments	Amount (₹ crore)	Rating[1]	Rating Action
Long Term Bank Facilities	23.00	CARE BB; Stable	Assigned
Long Term / Short Term Bank Facilities	2.00	CARE BB; Stable / CARE A4	Assigned

Details of instruments/facilities in Annexure-1.

The list of facilities / instruments falling under the purview of various financial sector regulators (FSRs), along with the names of respective FSRs has been disclosed under Annexure-6.

Rationale and key rating drivers

The ratings assigned to the bank facilities of Bhumi Electro India Private Limited (BEPL) are constrained on account of thin profitability moderate financial risk profile on a small net worth base and stretched liquidity. The ratings are also constrained due to susceptibility of its profitability to volatile raw material prices and exchange rate fluctuations as well as its presence in a competitive industry.

The ratings, however, derive strength from vast industry experience of the promoters and BEPL's moderate scale of operations.

Rating sensitivities: Factors likely to lead to rating actions

Positive factors

- Sustenance of total operating income while improving PBILDT margin above 1.50% on a sustained basis.
- Improvement in overall gearing below 1.00x on a sustained basis.
- Ability of the company to effectively manage working capital requirements, thereby reducing reliance on external borrowings leading to improvement in overall liquidity position.

Negative factors

- Decline in PBILDT margin below the existing level on a sustained basis.
- Any higher than envisaged debt funded capex/ acquisition resulting in increase in overall gearing above 1.50x.
- Significant increase in working capital requirements and resultant weakening of liquidity position.

Analytical approach: Standalone

Outlook: Stable

CARE Ratings Limited (CareEdge Ratings) expects the company to benefit from the extensive experience of promoters in the copper manufacturing industry and a reputed customer base

Detailed description of key rating drivers:

Key weaknesses

Thin profitability which is susceptible to inherently volatile metal prices

The company's operating profitability remained constrained over the past five years ended FY26, with PBILDT margin staying thin in the range of 1.0%–1.45%, primarily due to the low value-added nature of its copper rod manufacturing operations.

In FY26, the PBILDT margin stood at 1.31% (1.02% in FY25).

The primary raw materials of BEPL are copper, cupro-nickle scrap, brass and zinc, constituting around 80%-90% of cost of sales (COS) during past three years ended FY26. MML's profitability is inherently vulnerable to volatile metal prices which are driven by the international demand-supply scenario. However, back-to-back raw material procurement policy in case of spot orders mitigates the risk to a certain extent. Moreover, MML also hedges its exposure on MCX.

Moderate financial risk profile on a small net worth base

BEPL had a moderate financial risk profile as characterised by moderate overall gearing of 1.04x as on March 31, 2026. BEPL had a small net worth base of Rs.26.01 crore as on March 31, 2026.

Debt coverage indicators also stood moderate marked by an interest coverage ratio and total debt to GCA of 3.45x and 3.77 in FY26 (FY25: 2.72x and 7.89x) respectively.

[1]Complete definition of ratings assigned are available at www.careratings.com and other CARE Ratings Limited's publications.

Intensely competitive industry with low bargaining power and exposure to exchange rate fluctuation risk

The copper industry is highly fragmented with presence of both organized and unorganized players in the downstream segment providing similar products/services. The entities have low bargaining power and are essentially price-takers in the market. Moreover, despite natural hedge on account of import of part of its raw material requirement and use of forward contracts to mitigate the exchange rate fluctuation risk arising out of exports, MML's profitability remains susceptible to exchange rate fluctuations on unhedged exposure.

Key strengths

Experienced promoters with long track record of operations

BEPL is promoted by Mr. Bharat Patel and Mr. Gopalal Vaishnav, both of whom possess over four decades of extensive experience in the copper manufacturing industry. Their long-standing presence in the sector has enabled the company to develop stable business relationships, operational know-how, and an understanding of industry dynamics. The overall management and strategic decision-making of the company are primarily overseen by the promoters, ensuring continuity in operations and consistent business practices.

Moderate scale of operations

The company has demonstrated steady growth in its scale of operations, with total operating income (TOI) registering a CAGR of ~19.31% over the five-year period ending FY26. During FY26, the company reported y-o-y growth of 7.49% in its TOI to Rs. 764.20 crore as compared to Rs. 710.90 crore in FY25. The growth in scale of operations is primarily on account of increase in sales realisation by 9% to Rs. 718/ MT in FY26 as compared to Rs. 660/MT in FY25.

Liquidity: Stretched

Liquidity position of BEPL was stretched with high utilization of working capital limits and low cash and bank balance. The average utilization of fund-based working capital limits (including CC and PC) stood at around 90% to 95% during the trailing twelve months ended April 2026. Also, BEPL had low cash and bank balance of Rs.0.22 crore as on March 31, 2026.
The operating cycle of the company remained lean at 18 days in FY26. The company maintains an inventory holding of around 20–25 days while it extends credit period of around 24 days to its customers. Raw material procurement is primarily from local dealers, with payments made post quality testing, resulting in a credit period of 10–15 days.

Assumptions/Covenants: Not Applicable

Environment, social, and governance (ESG) risks: Not Applicable

Applicable criteria

Definition of Default
Liquidity Analysis of Non-financial sector entities
Rating Outlook and Rating Watch
Manufacturing Companies
Non Ferrous Metal
Financial Ratios – Non financial Sector
Short Term Instruments

About the company and industry

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Commodities	Metals & Mining	Non - Ferrous Metals	Copper

Bhumi Electro India Private Limited is a Gujarat-based manufacturing company incorporated in November 2017. Promoted by Gopaldas Mathurdas Vaishnav and Bharat Haribhai Patel, it is engaged in the production of copper and other metal products, with its registered office located in the Chhatral Industrial Estate, Gandhinagar.
As on March 31, 2026, the company has the installed capacity of 24,000 MT of copper rods per annum.

Brief Financials (₹ crore)	March 31, 2025 (A)	March 31, 2026 (Prov)
Total operating income	710.90	764.20

Brief Financials (₹ crore)	March 31, 2025 (A)	March 31, 2026 (Prov)
PBILDT*	7.27	10.02
Profit after tax (PAT)	2.98	6.44
Overall gearing (x)	1.52	1.04
Interest coverage (x)	2.72	3.45

A: Audited Prov: Provisional; Note: these are latest available financial results
*PBILDT: Profit before interest, lease rentals, depreciation and tax

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Nil

Rating history for last three years: Annexure-2

Detailed explanation of covenants of rated instrument / facility: Annexure-3

Complexity level of 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 and Rating Outlook
Fund-based - LT-Cash Credit		-	-	-	23.00	CARE BB; Stable
LT/ST Fund-based/Non-fund-based-CC/WCDL/OD/LC/BG		-	-	-	2.00	CARE BB; Stable / CARE A4

Annexure-2: Rating history for 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 2026-2027	Date(s) and Rating(s) assigned in 2025-2026	Date(s) and Rating(s) assigned in 2024-2025	Date(s) and Rating(s) assigned in 2023-2024
1	Fund-based - LT-Cash Credit	LT	23.00	CARE BB; Stable				
2	LT/ST Fund-based/Non-fund-based-CC/WCDL/OD/LC/BG	LT/ST	2.00	CARE BB; Stable / CARE A4				

LT: Long term; ST: Short term; LT/ST: Long term/Short term

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

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Annexure-4: Complexity level of instruments rated

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Cash Credit	Simple
2	LT/ST Fund-based/Non-fund-based-CC/WCDL/OD/LC/BG	Simple

Annexure-5: Lender details

To view lender-wise details of bank facilities please click here

Annexure-6: List of facilities/instruments and FSRs

As required by SEBI Circular dated February 10, 2026, to Credit Rating Agencies (CRAs), the list of activities or instruments falling under the purview of various FSRs, along with the names of respective FSRs, is disclosed below:

Sr. No.	Facilities/Instruments Name	Regulator of the Instruments[2]
1.	Listed / Proposed to be Listed Bonds / Debentures / Preference Shares (All Securities)	SEBI
2.	Unlisted / Proposed to be Unlisted Bonds / Debentures / Preference Shares (All Securities)	MCA
3.	Listed PTCs / Securitisation Notes (Originated by Entities Regulated by RBI) *	SEBI
4.	Listed PTCs / Securitisation Notes (Originated by Entities Not Regulated by RBI) *	SEBI
5.	Unlisted PTCs / Securitisation Notes (Originated by Entities Regulated by RBI) *	RBI
6.	Listed Commercial Paper and NCDs with Original Maturity Less Than 1 Year	RBI
7.	Unlisted Commercial Paper and NCDs with Original Maturity Less Than 1 Year	RBI
8.	Loan Facilities (Fund / Non-Fund Based) From Banks / NBFCs / NHB / FIs ^	RBI
9.	External Commercial Borrowings and Other Similar Borrowings	RBI
10.	Certificates of Deposit	RBI
11.	Fixed Deposits Raised by Banks, NBFCs, HFCs, Fis	RBI
12.	Fixed Deposits Raised by Corporates Other Than Banks, NBFCs, HFCs, FIs	MCA
13.	Inter Corporate Deposits / Loans Extended by Corporates	MCA
14.	Borrowing Programme ~	-
15.	Issuer Ratings #	-
16.	Credit Ratings for Capital Protection Oriented Schemes (By Mutal Funds and AIFs)	SEBI
17.	Credit Quality Ratings (CQRs) for Mutual Fund Schemes and Schemes of AIFs	SEBI
18.	Listed Security Receipts	SEBI
19.	Unlisted Security Receipts	RBI
20.	Independent Credit Evaluation (ICE)	RBI
21.	Expected Loss Ratings (For Loan Facilities (Fund / Non-Fund Based) from Banks / NBFCs / NHB / FIs)	RBI
22.	Expected Loss Ratings (Listed / Proposed to be Listed Bonds / Debentures / Preference Shares (All Securities))	SEBI
23.	Expected Loss Ratings (Unlisted / Proposed to be Unlisted Bonds / Debentures / Preference Shares (All Securities))	MCA
24.	Unlisted PTCs / Securitisation Notes (Originated by Entities Not Regulated by RBI) *	Investor-side regulator such as IRDAI, PFRDA @

* Includes securitisation transactions involving assignee payout, acquirer's payout.

~ The rated instrument may involve issuance of different instruments such as debt securities (listed or otherwise), bank loans, commercial paper (listed or otherwise), among others. The regulator of the instrument may accordingly be SEBI, RBI or MCA and can only be determined upon issuance. In the press releases subsequent to issuance(s), CareEdge Ratings shall separately capture the rated quantum details along with names of respective regulators.

^ Includes bank facilities such as liquidity facility, second loss facility that are part of securitisation transactions.

[2] SEBI: Securities and Exchange Board of India; RBI: Reserve Bank of India; MCA: Ministry of Corporate Affairs; IRDAI: Insurance Regulatory and Development Authority of India; PFRDA: Pension Fund Regulatory and Development Authority.

There is no instrument being rated and hence, Regulator of the Instrument is not applicable. The rating scale and definitions are being followed as stipulated in SEBI Master Circular for CRAs.

@ These ratings were assigned in regulatory regime prior to introduction of SEBI CRA Circular dated February 10, 2026, and the investor side regulators have accordingly been included.

Note: For facilities / instruments falling under the purview of FSRs other than SEBI, the grievance / dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available.

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

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