

Raymond Apparel Limited (Revised)

September 21, 2022

Ratings

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Long Term Bank Facilities	-	-	Withdrawn
Short Term Bank Facilities	-	-	Withdrawn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

Details of instruments/facilities in Annexure-1.

Detailed rationale and key rating drivers

CARE has removed RAL from CWD (Credit Watch with Developing Implications) while assigning Stable Outlook and simultaneously withdrawn the outstanding ratings of 'CARE A/Stable/CARE A1' assigned to the bank facilities of Raymond Apparel Limited with immediate effect. The above action has been taken at the request of RAL and 'No Dues Certificate' received from the lenders that have extended the facilities rated by CARE.

Analytical approach

Standalone and factoring in operational synergy and financial linkages with its parent cum holding company, Raymond Ltd. CARE has applied notching up based on the nature and strength of the linkages with Raymond group as per applicable criteria.

Applicable criteria

[Policy on default recognition](#)
[Rating Outlook and Credit Watch](#)
[Financial Ratios – Non financial Sector](#)
[Liquidity Analysis of Non-financial sector entities](#)
[Short Term Instruments](#)
[Policy on Withdrawal of ratings](#)

About the company

Incorporated in 1948, Raymond Apparel Ltd (RAL; erstwhile Solitaire Fashion Ltd) is a wholly owned subsidiary of Raymond Ltd. RAL is engaged in designing and branding of apparel and accessories; which are either outsourced as trade goods or manufactured on job work basis. It is engaged in the retailing of the same through its own exclusive brand outlets (EBOs 301 stores as on September 30, 2021), the Raymond shop, multi brand outlets and other independent retailers. Its brands are Park Avenue, Parx, Raymond Ready to Wear, Colorplus, Khadi, Ethnix & Next Look. The company mainly retails Shirts, trousers and suits.

Brief Financials (₹ crore)	March 31, 2020 (A)	March 31, 2021 (A)	March 31, 2022 (A)
Total operating income	1,613.23	437.79	0.00
PBILDT	46.66	-182.81	-0.50
PAT	-84.02	-180.31	-26.99
Overall gearing (times)	0.90	-35.61	0.00
Interest coverage (times)	0.63	-2.25	-0.02

A: Audited

Status of Non-Corporation with previous CRA: NA
Any other information: NA

¹Complete definition of the ratings assigned are available at www.careedge.in and other CARE Ratings Ltd.'s publications

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 (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
Fund-based - LT-Working Capital Limits		-	-	-	0.00	Withdrawn
Non-fund-based - ST-BG/LC		-	-	-	0.00	Withdrawn
Fund-based - LT-Term Loan		-	-	30/4/2026	0.00	Withdrawn

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	ST	-	-	-	-	1)Withdrawn (03-Apr-20)	1)CARE A1+ (CWD) (18-Nov-19)
2	Fund-based - LT-Working Capital Limits	LT	-	-	-	1)CARE A (CWD) (04-Feb-22) 2)CARE A (CWD) (07-Oct-21) 3)CARE A (CWD) (06-Apr-21)	1)CARE A+ (CWD) (03-Apr-20)	1)CARE A+ (CWD) (18-Nov-19)
3	Non-fund-based - ST-BG/LC	ST	-	-	-	1)CARE A1 (CWD) (04-Feb-22) 2)CARE A1 (CWD) (07-Oct-21) 3)CARE A1 (CWD) (06-Apr-21)	1)CARE A1+ (CWD) (03-Apr-20)	1)CARE A1+ (CWD) (18-Nov-19)
4	Fund-based - LT-Term Loan	LT	-	-	-	1)CARE A (CWD) (04-Feb-22) 2)CARE A (CWD) (07-Oct-21)	-	-

						3)CARE A (CWD) (06-Apr-21)		
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*Long term/Short term.

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

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

Sr. No.	Name of Instrument	Complexity Level
1	Fund-based - LT-Term Loan	Simple
2	Fund-based - LT-Working Capital Limits	Simple
3	Non-fund-based - ST-BG/LC	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 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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