

Binani Cement Limited

November 28, 2019

Ratings

Facilities/Instruments	Amount (Rs. crore)	Rating ¹	Rating Action
Long-term Bank Facilities	-	-	Withdrawn
Short-term Bank Facilities	-	-	Withdrawn
Total Facilities	-		

Details of instruments/facilities in Annexure-1

Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers

CARE has withdrawn the ratings assigned to the Bank facilities of Binani Cement Ltd. with immediate effect, as the resolution plan submitted by UltraTech Cement Limited for paying financial creditors of Binani Cement Limited was approved by National Company Law Appellate Tribunal owing to Corporate Insolvency Resolution Process initiated against Binani Cement Limited by its financial creditors in the past.

Analytical approach: Not Applicable

Applicable Criteria

[Policy on Withdrawal of ratings](#)

About the Company

Incorporated in 1996, Binani cement limited was earlier part of the Binani Group. However, due to inability to timely service its debt obligations, the company was taken to NCLT. Subsequently vide its order dated November 15, 2018, NCLT had approved the resolution plan submitted by UltraTech Cement Limited, resulting into change in the company's promoter. BCL now renamed as UltraTech Nathdwara Cement Ltd is presently wholly owned subsidiary of Ultra Tech Cement Limited.

Brief Financials (Rs. crore)	FY18 (A)	FY19 (A)
Total operating income	1,616.06	1,227.63
PBILDT	(568.65)	115.26
PAT	(3,872.73)	(1,290.04)
Overall gearing (times)	NM	NM
Interest coverage (times)	NM	0.25

A: Audited; NM= Not Meaningful

Status of non-cooperation with previous CRA: Not Applicable.

Any other information: Not Applicable.

Rating History for last three years: Please refer Annexure-2

Annexure-1: Details of Instruments/Facilities

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Term Loan	-	-	-	0.00	Withdrawn
Fund-based - LT-Cash Credit	-	-	-	0.00	Withdrawn
Non-fund-based - ST-BG/LC	-	-	-	0.00	Withdrawn
Non-fund-based - ST-BG/LC	-	-	-	0.00	Withdrawn
Fund-based - ST-Bills discounting/ Bills purchasing	-	-	-	0.00	Withdrawn
Term Loan-Long Term	-	-	-	0.00	Withdrawn

¹Complete definition of the ratings assigned are available at www.careratings.com and other CARE 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 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018	Date(s) & Rating(s) assigned in 2016-2017
1.	Fund-based - LT-Term Loan	LT	-	-	-	1)CARE D; ISSUER NOT COOPERATING* (11-Jul-18)	1)CARE D (09-Oct-17)	1)CARE D (29-Nov-16) 2)CARE D (12-Apr-16)
2.	Fund-based - LT-Cash Credit	LT	-	-	-	1)CARE D; ISSUER NOT COOPERATING* (11-Jul-18)	1)CARE D (09-Oct-17)	1)CARE D (29-Nov-16) 2)CARE D (12-Apr-16)
3.	Non-fund-based - ST-BG/LC	ST	-	-	-	1)CARE D; ISSUER NOT COOPERATING* (11-Jul-18)	1)CARE D (09-Oct-17)	1)CARE D (29-Nov-16) 2)CARE D (12-Apr-16)
4.	Non-fund-based - ST-BG/LC	ST	-	-	-	1)CARE D; ISSUER NOT COOPERATING* (11-Jul-18)	1)CARE D (09-Oct-17)	1)CARE D (29-Nov-16) 2)CARE D (12-Apr-16)
5.	Fund-based - ST-Bills discounting/ Bills purchasing	ST	-	-	-	1)CARE D; ISSUER NOT COOPERATING* (11-Jul-18)	1)CARE D (09-Oct-17)	1)CARE D (29-Nov-16) 2)CARE D (12-Apr-16)
6.	Term Loan-Long Term	LT	-	-	-	1)CARE D; ISSUER NOT COOPERATING* (11-Jul-18)	1)CARE D (09-Oct-17)	1)CARE D (29-Nov-16) 2)CARE D (12-Apr-16)

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. This classification is available at www.careratings.com. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

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About CARE Ratings:

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