

## Cable Corporation of India Limited

October 22, 2019

### Ratings

Facilities	Amount (Rs. crore)	Rating *	Rating Action
Long-term bank facilities	38.85	<b>CARE D</b>	Revised from CARE C; Stable [Single C; Outlook Stable]
Short-term bank facilities	112.00	<b>CARE D</b>	Revised from CARE A4
<b>Total facilities</b>	<b>150.85</b> <b>(Rs. One hundred and fifty crore and eighty five lakhs only)</b>		

Details of instruments/facilities in Annexure-1

### Detailed Rationale

The revision in the ratings assigned to the bank facilities of Cable Corporation of India Limited (CCIL) is on account of devolvement of Letter of Credit (LC) for more than 30 days. The devolvement in LC is due to the liquidity issues faced by the company.

**Analytical approach:** Standalone

### Applicable Criteria

[CARE's policy on Default Recognition](#)

### About the Company

CCIL was incorporated in November 11, 1957 and was promoted by Mr. Hiten Khatau. The company manufactures low tension, high tension and extra high voltage power cables (23kv to 400kv). The company also executes turnkey cable contracts and provides solutions. The manufacturing facility is located at Nashik (Maharashtra). Further, the company entered into joint development with an associate company belonging to promoter group towards residential and commercial project named Rivali Park in Borivali East (Mumbai).

Brief Financials (Rs. crore)	FY17 (A)	FY18 (A)
Total operating income	109.55	225.23
PBILDT	15.84	71.97
PAT	-22.39	38.56
Overall gearing (times)	3.07	1.05
Interest coverage (times)	0.52	2.70

A: Audited

**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-Cash Credit	-	-	-	38.85	CARE D
Non-fund-based - ST-BG/LC	-	-	-	112.00	CARE D

## 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-Working Capital Limits	LT	38.85	Suspended	-	-	-	1)Suspended (23-Dec-16)
2.	Non-fund-based - ST-BG/LC	ST	10.00	Suspended	-	-	-	1)Suspended (23-Dec-16)
3.	Non-fund-based - ST-BG/LC	ST	82.50	Suspended	-	-	-	1)Suspended (23-Dec-16)
4.	Non-fund-based - LT/ ST-Letter of credit	LT/ST	7.50	Suspended	-	-	-	1)Suspended (23-Dec-16)
5.	Fund-based - LT-Cash Credit	LT	38.85	CARE D	1)CARE C; Stable (01-Apr-19)	1)CARE C; Stable (10-Oct-18) 2)CARE BB; Stable (04-Apr-18)	-	-
6.	Non-fund-based - ST-BG/LC	ST	112.00	CARE D	1)CARE A4 (01-Apr-19)	1)CARE A4 (10-Oct-18) 2)CARE A4 (04-Apr-18)	-	-

## Annexure-3: Financial Covenants

Not Available

**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](http://www.careratings.com). Investors/market intermediaries/regulators or others are welcome to write to [care@careratings.com](mailto:care@careratings.com) for any clarifications.

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