

## ITL Industries Limited

Jul 08, 2019

### Ratings

Facilities	Amount (Rs. crore)	Ratings <sup>1</sup>	Rating Action
Long-term Bank Facilities	-	-	Withdrawn
Long-term / short-term Bank Facilities	-	-	Withdrawn
Short-term Bank Facilities	-	-	Withdrawn
<b>Total Facilities</b>	-		

*Details of instruments/facilities in Annexure-I*

### Detailed Rationale & Key Rating Drivers

CARE has withdrawn the outstanding rating of 'CARE BBB; Stable/ CARE A3+: ISSUER NOT COOPERATING [Triple B; Outlook: Stable: ISSUER NOT COOPERATING/A Three Plus; ISSUER NOT COOPERATING] assigned to the bank facilities of ITL Industries Limited (ITL) with immediate effect. The above action has been taken at the request of ITL and 'No Objection Certificate' received from the bank that has extended the facilities rated by CARE.

**Analytical approach:** Not Applicable

### Applicable Criteria

[Policy on Withdrawal of ratings](#)

### About the Company

Indore based ITL Industries Limited (ITL) was formed as a partnership firm in 1985 and subsequently, converted to private limited company and then to public limited company in 1989. The company manufactures manual and automatic metal cutting machines such as bandsaw & circular saw machines and pipe & tube manufacturing machines. ITL is also the supplier of bimetal bandsaw blades, hacksaw blades and other tools. The plant of the company is located at plot of approx. 4 Acres having covered area of about 108,000 square feet and additional land available for shed expansion approx. 44,000 square feet.

Brief Financials (Rs. crore)	FY18 (A)	FY19 (A)
Total operating income	83.92	102.42
PBILDT	8.97	10.98
PAT	5.13	6.70
Overall gearing (times)	0.34	0.38
Interest coverage (times)	6.40	9.54

A=Audited

**Status of non-cooperation with previous CRA:** BWR BBB; Stable / BWR A3 Issuer Not cooperating on April 26, 2018.

**Any other information:** None

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

<sup>1</sup>Complete definition of the ratings assigned are available at [www.careratings.com](http://www.careratings.com) and other CARE publications

**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Fund-based - LT-Term Loan	-	-	May – 2025	0.00	Withdrawn
Fund-based - LT/ ST-Cash Credit	-	-	-	0.00	Withdrawn
Fund-based - ST-Standby Line of Credit	-	-	-	0.00	Withdrawn
Non-fund-based - ST-Letter of credit	-	-	-	0.00	Withdrawn
Non-fund-based - ST-Bank Guarantees	-	-	-	0.00	Withdrawn

**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 BBB; Stable; ISSUER NOT COOPERATING* (02-Apr-19)	1)CARE BBB; Stable (28-Sep-18)	-	-
2.	Fund-based - LT/ ST-Cash Credit	LT/ST	-	-	1)CARE BBB; Stable / CARE A3+; ISSUER NOT COOPERATING* (02-Apr-19)	1)CARE BBB; Stable / CARE A3+ (28-Sep-18)	-	-
3.	Fund-based - ST-Standby Line of Credit	ST	-	-	1)CARE A3+; ISSUER NOT COOPERATING* (02-Apr-19)	1)CARE A3+ (28-Sep-18)	-	-
4.	Non-fund-based - ST-Letter of credit	ST	-	-	1)CARE A3+; ISSUER NOT COOPERATING* (02-Apr-19)	1)CARE A3+ (28-Sep-18)	-	-
5.	Non-fund-based - ST-Bank Guarantees	ST	-	-	1)CARE A3+; ISSUER NOT COOPERATING* (02-Apr-19)	1)CARE A3+ (28-Sep-18)	-	-

**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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### About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

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