

## Raymond Apparel Limited

March 27, 2020

### Ratings

Facilities	Amount (Rs. crore)	Rating <sup>1</sup>	Rating Action
Proposed Commercial Paper	0.00 (50.00)	-	Withdrawn

*Details of instruments/facilities in Annexure-1*

### Other ratings

Facilities	Amount (Rs. crore)	Rating
Long term Bank Facilities	170.00	CARE A+ (Under Credit watch with Developing Implications)
Short term Bank Facilities	30.00	CARE A1+ (A One Plus) (Under Credit watch with Developing Implications)

### Detailed Rationale & Key Rating Drivers

CARE has withdrawn the ratings assigned to Commercial paper issue of the Company with immediate effect. The above action has been taken at the request of the company as the company has not placed the rated commercial paper issue and there is no amount outstanding under the issue as on date.

**Analytical approach:** Not Applicable

### Applicable Criteria

[Policy on Withdrawal of ratings](#)

### About the Company

Incorporated in 1948, Raymond Apparel Ltd (RAL; erstwhile Solitaire Fashion Ltd (SFL)) is a wholly owned subsidiary of Raymond Ltd (Raymond, rated CARE AA; / CARE A1+; Under credit watch with developing implication). In FY10 (refers to the period April 1 to March 31), RAL was amalgamated into SFL and subsequently SFL was renamed as RAL. Colorplus Realty Limited (Formerly Known as Color Plus Fashions Limited) engaged in manufacturing and retailing of men's casual ready-to-wear apparels under the 'Colorplus' brand was merged with RAL through a composite scheme of arrangement with effect from August 1, 2017. 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-411 stores as on December 30, 2019 vis-à-vis 378 stores in September 2019), the Raymond shop, multi brand outlets and other independent retailers. Its brands are Park Avenue, Parx, Raymond Ready to Wear, Colorplus, Ethnix & Next Look. The company mainly retails Shirts (44.76% of total revenue in FY19), trousers (19.00% of total revenue in FY19) and suits (10.49% of total revenue in FY19).

Brief Financials (Rs. crore)	FY18 (A)	FY19 (A)
Total operating income	1408.34	1634.11
PBILDT	58.41	77.34
PAT	13.74	22.00
Overall gearing (times)	0.84	0.90
Interest coverage (times)	2.65	2.24

**A=Audited**

**Status of non-cooperation with previous CRA:** Nil

**Any other information:** Not Applicable

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

**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
Commercial Paper	-	-	-	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.	Commercial Paper	ST	-	-	1)CARE A1+ (Under Credit watch with Developing Implications)  (18-Nov-19)	1)CARE A1+  (04-Jan-19)	1)CARE A1+  (15-Mar-18)	1)CARE A1+ (01-Mar-17)  2)CARE A1+ (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](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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