



Press Release

Century Extrusions Limited

September 16, 2025

Ratings

Instrument / Facility	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	48.11 (Reduced from Rs. 52.40 crore)	IVR BBB; Stable (IVR Triple B with Stable Outlook)	IVR BBB; Stable (IVR Triple B with Stable Outlook)	Rating Reaffirmed	Simple
Short Term Bank Facilities	25.50 (Reduced from Rs. 26.50 crore)	IVR A3+ (IVR A Three Plus)	IVR A3+ (IVR A Three Plus)	Rating Reaffirmed	Simple
Total	73.61 (Rupees Seventy-three crore and sixty-one lakhs only)				

Details of Facilities/Instruments are in Annexure 1. Facility wise lender details are at Annexure 2. Detailed explanation of covenants is at Annexure 3.

Detailed Rationale

The reaffirmation in the ratings assigned to the bank facilities of Century Extrusions Limited (CEL) continues to derive comfort from its experienced promoters and lower customer concentration risk. The ratings also consider the stable business performance of the company in FY2025 [FY refers to the period from April 1 to March 31] and in Q1FY2026 coupled with its comfortable capital structure and satisfactory debt coverage indicators. These rating strengths, however, are partially offset by susceptibility of profitability to volatility in the prices of raw materials, working capital intensive nature of its operation and exposure to cyclicity in the metal industry.

The stable outlook reflects that the company will maintain a stable business performance going forward and will continue to benefit from the extensive experience of its promoters in aluminium extruded products.

Key Rating Sensitivities:

Upward Factors

- Significant growth in scale of operations with improvement in profitability metrics thereby leading to overall improvement in cash accruals on a sustained basis.
- Sustained improvement in the capital structure and debt protection metrics
- Effective working capital management with improvement in operating cycle and liquidity



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Downward Factors

- Dip in operating income and/or profitability impacting the debt coverage indicators
- Deterioration in the capital structure with moderation in overall gearing to above 1.25x and interest coverage to below 2.00x
- Elongation in the operating cycle impacting the liquidity position of the company

List of Key Rating Drivers with Detailed Description

Key Rating Strengths

- **Extensive experience of the promoters in the aluminium industry**

CEL is promoted by one Jhunjhunwala family of Kolkata in 1991. Initially, the operations of the company were headed by Mr. Vikram Jhunjhunwala, who has an experience of about three decades in manufacturing and factory administration for aluminium extruded products. However, post his resignation from June 02, 2025, after having attained the age of 60 years, his son Mr. Shivanshu Jhunjhunwala has taken over the position of Managing Director of the company. Mr. Shivanshu Jhunjhunwala is a graduate from Duke University, USA and also has professional experience in the U.S. with Sapa Extrusions. He is well supported by the other directors, all of whom have an experience of over a decade in the aluminium extrusion industry. The extensive experience of the promoters and long track record of the company for nearly three decades in the aluminium industry has helped the company to establish a healthy relationship with customers and suppliers.

- **Low customer concentration risk**

CEL has around 500 customers pan India with top five customers contributing ~27% of the total sales in FY2025 fiscal year. Further, CELs products cater to various sectors including industrial, power sector, engineering etc. with no single customer contributing to more than 9% of the total sales, thereby indicating a diversified revenue profile.

- **Stable business performance**

Total operating income (TOI) witnessed a y-o-y growth of ~15% from Rs.375.10 crore in FY2024 to Rs.431.25 crore in FY2025 driven by increase in average sales realisation owing to increase in sales of value-added products in the overall product portfolio. Despite EBITDA margin hovering at ~6% during the last two fiscal years, yet absolute EBITDA increased from Rs.22.73 crore in FY24 to Rs.25.91 crore in FY25 on the back of increase in scale of operations. With increase in absolute EBITDA, PAT margin increased from 1.98% in FY24 to



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2.30% in FY25. Consequently, net cash accruals increased from Rs.10.22 crore in FY24 to Rs.13.16 crore in FY25. The business performance of the company during Q1FY2026 has largely remained in lines with Q1FY2025. The company achieved a PAT of Rs.2.36 crore on a TOI of Rs.104.15 crore during Q1FY26 as against a PAT of Rs.2.43 crore on a TOI of Rs.101.42 crore during Q1FY25. The marginal moderation in PAT during Q1FY26 vis-à-vis Q1FY25 is on account of increase in interest cost owing to increase in utilisation of working capital limits. The company's ability to scale up its operations and increase its overall profitability will remain a key rating monitorable going forward.

- **Comfortable capital structure and debt coverage indicators**

The capital structure of the company continued to remain comfortable with long term debt equity ratio of 0.09x and overall gearing of 0.90x respectively as on March 31, 2025, as against long term debt equity ratio of 0.12x and overall gearing of 0.84x respectively as on March 31, 2024. The marginal moderation in gearing is on account of increase in working capital borrowings. Total indebtedness as reflected by TOL/ATNW remained comfortable at 1.22x as on March 31, 2025. The debt coverage indicators also remained comfortable with ICR of 2.50x (2.43x in FY2024) in FY2025. Total debt/EBITDA and total debt/GCA also stood comfortable at 2.87 (2.68x as on March 31, 2024) and 5.66x (5.96x as on March 31, 2024) respectively as on March 31, 2025. Going forward, Infomerics expects that the financial risk profile to remain satisfactory in the near term.

Key Rating Weaknesses

- **Susceptibility of operating margin to volatility in raw material prices**

The aluminium ingots and billets are the key raw material for CEL. CEL procures these materials at the price prevailing on the date of its dispatch. The aluminium industry is cyclical in nature with prices for the commodity driven by changing demand and supply conditions in the market which also has strong linkages to the global market. This results in risk of price fluctuation on the inventory of raw materials as well as finished goods. The overall working capital intensity of CEL's business is governed to a large extent by its raw material inventory which in turn is governed by its order execution cycle.

- **Working capital intensive nature of operations**

CEL's operation is moderately working capital intensive in nature as it needs to provide certain credit period to its customers in view of general practice in the industry and 1.5-2 months of



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inventory holding period on an average. Nevertheless, the operating cycle improved from 61 days in FY24 to 56 days in FY25.

- **Exposure to inherent cyclicality of the metal industry**

The metal industry is cyclical in nature, and the company is also exposed to the same.

Analytical Approach: Standalone

Applicable Criteria:

[Rating Methodology for Manufacturing Companies.](#)

[Financial Ratios & Interpretation \(Non-Financial Sector\).](#)

[Criteria for assigning Rating outlook.](#)

[Policy on Default Recognition](#)

[Complexity Level of Rated Instruments/Facilities](#)

Liquidity – Adequate

The liquidity position of the company is expected to remain adequate marked by sufficient expected gross cash accruals vis-à-vis its debt repayment obligations. The overall gearing stood comfortable at 0.90x as on March 31, 2025, indicating adequate gearing headroom. The current ratio also stood comfortable at 1.32x as on March 31, 2025. Further, the average utilization of its fund-based bank limit stood at ~79 % during the last 12 months ending July 2025, indicating sufficient liquidity buffer. CEL has free cash and cash equivalent to the tune of Rs.11.16 crore as on March 31, 2025, which is expected to support the liquidity position of the company in the near to medium term.

About the Company

Established in 1991, Century Extrusions Limited (CEL) CEL possesses in-house facilities for die manufacturing, melting and casting of billets and an extrusions manufacturing facility with three press lines. The manufacturing facilities of the company is located in Kharagpur, West Bengal with an annual installed capacity of 15000 MTPA. CEL manufactures extrusions for varied applications i.e., architectural, hardware, road transport - vehicles, railways, electrical and electronic applications, engineering applications, automotive sector, consumer durables, defence applications, irrigation etc. The client portfolio of the company comprises over 500 customers pan India.

Financials (Standalone):

	(Rs. crore)	
For the year ended/ As on*	31-03-2024	31-03-2025



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	Audited	Audited
Total Operating Income	375.10	431.25
EBITDA	22.73	25.91
PAT	7.45	9.94
Total Debt	60.92	74.47
Adjusted Tangible Net Worth	72.68	82.46
EBITDA Margin (%)	6.06	6.01
PAT Margin (%)	1.98	2.30
Overall Gearing Ratio (x)	0.84	0.90
Interest Coverage (x)	2.43	2.50

* Classification as per Infomerics' standards.

Status of non-cooperation with previous CRA: Nil

Any other information: Nil

Rating History for last three years:

Sr. No.	Name of Security/Facilities	Current Ratings (Year 2025-2026)			Rating History for the past 3 years					
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2024-25	Date(s) & Rating(s) assigned in 2023-24			Date(s) & Rating(s) assigned in 2022-23	
					August 05, 2024	February 15, 2024	August 25, 2023	June 07, 2023	March 13, 2023	September 01, 2022
1.	Term loan/GEC L	Long Term	3.11* (Reduced from Rs.7.40 crore)	IVR BBB / Stable	IVR BBB / Stable	IVR BBB / Stable	IVR BBB / Stable	IVR BBB / Stable	IVR BBB under Rating Watch with Developing Implications	IVR BBB / Stable
2.	Cash Credit	Long Term	45.00	IVR BBB / Stable	IVR BBB / Stable	IVR BBB / Stable	IVR BBB / Stable	IVR BBB / Stable	IVR BBB under Rating Watch with Developing Implications	IVR BBB / Stable
3.	Letter of Credit	Short Term	11.00	IVR A3+	IVR A3+	IVR A3+	IVR A3+	IVR A3+	IVR A3+ under Rating Watch with Developing Implications	IVR A3+
4.	Bank Guarantee	Short Term	4.50 (Reduced from Rs.5.50 crore)	IVR A3+	IVR A3+	IVR A3+	IVR A3+	IVR A3+	IVR A3+ under Rating Watch with Developing Implications	IVR A3+
5.	Purchase Bill/Invoice Bill	Short Term	10.00	IVR A3+	IVR A3+	IVR A3+	-	-	-	-



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		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2024-25	Date(s) & Rating(s) assigned in 2023-24			Date(s) & Rating(s) assigned in 2022-23	
					August 05, 2024	February 15, 2024	August 25, 2023	June 07, 2023	March 13, 2023	September 01, 2022
	Discounting Facility									

*Outstanding as on July 31, 2025

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About Infomerics:

Infomerics Valuation and Rating Limited [previously Infomerics Valuation and Rating Private Limited] (Infomerics) was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI).

Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt instruments which helps corporates access to financial markets and provides investors credit ratings backed by in-depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks.

Infomerics has a pan India presence with Head Office in Delhi and Corporate Office at Mumbai, with branches in major cities and representatives in several locations.

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Annexure 1: Instrument/Facility Details

Name of Facility/ /Security	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
GECL	-	-	Dec 2026	1.99*	IVR BBB / Stable
GECL	-	-	Nov 2026	0.80*	IVR BBB / Stable
GECL	-	-	Nov 2026	0.32*	IVR BBB / Stable
Cash Credit	-	-	-	45.00	IVR BBB / Stable
Bank Guarantee	-	-	-	4.50	IVR A3+
Letter of Credit	-	-	-	11.00	IVR A3+
Purchase Bill/Invoice Bill Discounting Facility	-	-	-	10.00	IVR A3+

*Outstanding as on July 31, 2025.

Annexure 2: Facility wise lender details:

<https://www.infomerics.com/admin/prfiles/Len-Century-Extrusions-16sept25.pdf>

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

Annexure 4: List of companies considered for consolidated/Combined analysis: Not Applicable

Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at www.infomerics.com.