



Press Release

Sega Granito LLP

December 27, 2023

Ratings

Facilities	Amount (Rs. crore)	Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	75.96	IVR BB+/ Negative ISSUER NOT COOPERATING* (IVR double B plus with Negative Outlook Issuer Not Cooperating)	Revised from IVR BBB-/ Positive (IVR triple B minus with Positive outlook) and moved to Issuer Not Cooperating category	Simple
Short Term Bank Facilities	10.50	IVR A4+ ISSUER NOT COOPERATING* (IVR A four plus Issuer Not Cooperating)	Revised from IVR A3 (IVR A three) and moved to Issuer Not Cooperating category	Simple
Total	86.46 (Rupees Eighty six crore and forty six lakh only)			

**Issuer did not cooperate; based on best available information*

Details of Facilities are in Annexure 1

Detailed Rationale

The ratings revision is because of lack of adequate information regarding Sega Granito LLP (SGL) performance and hence the uncertainty around its credit risk. Infomerics assesses whether the information available about the company is commensurate with its rating and reviews the same as per its policy.

The lenders, investors and other market participants are thus advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the company.



Press Release

Non-cooperation by Issuer

Infomerics has been regularly following up with the company to provide the required data & NDS to monitor its assigned rating to the bank facility, vide mail communications dated September 13,2023, December 4,2023, December 20,2023, December 22,2023, December 22,2023 and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted surveillance fees and all the essential details required for detailed review of the assigned ratings.

Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics has to assign the rating based on the best available information. Accordingly, the long-term and short term ratings of the bank loan facilities aggregating to INR 86.46 crore of Segra Granito LLP shall be moved to the 'ISSUER NOT COOPERATING' category by Infomerics and the long-term ratings will be at 'IVR BB+/ Negative ISSUER NOT COOPERATING' based on best available information (IVR double B plus with negative outlook Issuer not cooperating based on best available information) and the short term rating will be at IVR A4+ ISSUER NOT COOPERATING' based on best available information (IVR A four Issuer not cooperating based on best available information).

Analytical Approach & Applicable Criteria: Standalone

[Guidelines on what constitutes Non-Cooperation by clients](#)

[Rating Methodology for Manufacturing companies](#)

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

[Criteria of Rating Outlook](#)

About the Company

Established in 2016 as limited liability partnership firm, Gujarat based Segra Granito LLP (SGL) is promoted by Mr. Nileshkumar Maganlal Ghodasara with his two brothers Mr. Shailesh V. Ghodasara & Mr. Dipeshkumar M. Ghodasara along with 12 other partners. The firm is engaged in the business of manufacturing of Vitrified Tiles, especially high quality export grade Double Charged Vitrified Tiles with installed capacity of over 1,90,000 Metric Ton Per Annum



Press Release

enhanced in October 2022. This tile has wide usage for commercial as well as residential purpose. The plant is located at Morbi, Gujrat which is a well developed industrial city and is the hub for manufacturing ceramic tiles in India. The firm also export to Saudi Arabia, Iran, Iraq, Malaysia, Thailand

Financials (Standalone)

(INR Crore)

For the year ended / INR. Crore	31-03-2021	31-03-2022
	Audited	Audited
Total Operating Income	147.58	202.83
EBITDA	17.68	20.77
PAT	6.51	5.49
Total Debt	38.27	81.00
Tangible Net Worth	40.82	47.43
Adjusted Tangible Net Worth	45.14	53.05
EBITDA Margin (%)	11.98	10.24
PAT Margin (%)	4.41	2.71
Overall Gearing Ratio (x)	0.85	1.53

* As per Infomerics Standard

Status of non-cooperation with previous CRA:

Brickworks Rating has continues the rating of Sega Granito LLP into the Issuer Non-Cooperating category in view of the non-availability of information and lack of cooperation from the company as per the Press Release dated February 27, 2023.

Any other information: Nil

Rating History for last three years:



Press Release

Sr. No .	Name of Instrument/Facilities	Current Ratings (Year 2023-24)			Date(s) & Rating(s) assigned in 2022-23	Rating History for the past 3 years			
		Type	Amount outstanding (Rs. Crore)	Rating		Date(s) & Rating(s) assigned in 2021-22		Date(s) & Rating(s) assigned in 2020-21	
						(November 18, 2022)	(October 18, 2021)	(August 30, 2021)	(March 22,2021)
1.	Term Loan	Long Term	54.39	IVR BB+/ Negative ISSUER NOT COOPERATING*	IVR BBB-/ Positive	IVR BBB-/ Stable	IVR BBB-/ Stable	IVR BBB-/ Stable	-
2.	GECL	Long Term	6.57	IVR BB+/ Negative ISSUER NOT COOPERATING*	IVR BBB-/ Positive	IVR BBB-/ Stable	IVR BBB-/ Stable	-	-
3.	FBWC – Cash Credit	Long Term	15.00	IVR BB+/ Negative ISSUER NOT COOPERATING*	IVR BBB-/ Positive	IVR BBB-/ Stable	IVR BBB-/ Stable	IVR BBB-/ Stable	IVR BBB-/ Stable
4.	Bank Guarantee	Short Term	10.50	IVR A4+ ISSUER NOT COOPERATING*	IVR A3	IVR A3	IVR A3	IVR A3	-

* Issuer did not cooperate; based on best available information

Name and Contact Details of the Rating Analyst:

Name: Mr. Sandeep Khaitan

Tel: (033) 4803 3621

Email: sandeep.khaitan@infomerics.com

About Infomerics:

Infomerics was founded in the year 1986 by a team of highly experienced and knowledgeable finance professionals. Subsequently, after obtaining Securities Exchange Board of India



Press Release

registration and RBI accreditation and the activities of the company are extended to External Credit Assessment Institution (ECAI).

Adhering to best International Practices and maintaining high degree of ethics, the team of knowledgeable analytical professionals deliver credible evaluation of rating.

Infomerics evaluates wide range of debt instruments which helps corporates open horizons to raise capital and provides investors enlightened investment opportunities. The transparent, robust and credible rating has gained the confidence of Investors and Banks.

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

For more information visit www.infomerics.com

Disclaimer: Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.

Annexure 1: Details of Facilities

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Term Loan 1	-	-	March 2025	18.57	IVR BB+/ Negative ISSUER NOT COOPERATING*



Press Release

Term Loan 2	-	-	December 2028	35.82	IVR BB+/ Negative ISSUER NOT COOPERATING*
GECL	-	-	March 2025	6.57	IVR BB+/ Negative ISSUER NOT COOPERATING*
FBWC – Cash Credit	-	-	-	15.00	IVR BB+/ Negative ISSUER NOT COOPERATING*
Bank Guarantee	-	-	-	10.50	IVR A4+ ISSUER NOT COOPERATING*

**Issuer did not cooperate; based on best available information*

Annexure 2: Facility wise lender details: Not Applicable

Annexure 3: List of companies considered for consolidated analysis: Not Applicable

Annexure 4: Detailed explanation of covenants of the rated instrument/facilities: 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