



Press Release

Gulf Petrochem India Pvt Ltd

March 05, 2021

Rating

Sl. No.	Instrument/Facility	Amount (Rs. Crore)	Rating	Rating Action
1.	Long Term Bank Facilities	114.00	IVR D (IVR D)	Revised from IVR BB/ Stable Outlook (IVR Double B with Stable Outlook)
		114.00 (Rupees one hundred and fourteen crore only)		

Details of Facilities are in Annexure 1.

Detailed Rationale

The revision in the rating reflects ongoing delays in debt servicing by the company due to its tight liquidity condition.

Key Rating Sensitivities:

Upward Factor:

- Timely debt servicing for three consecutive months would be positive for the ratings.

Analytical Approach: Standalone

Applicable Criteria:

Rating Methodology for Service Companies

Financial Ratios & Interpretation (Non-financial Sector)

Liquidity: Poor

The liquidity position of GPIPL appears to be poor as the company has been delaying on its debt obligation payments.

About the company

Gulf Petrochem India Pvt Ltd was incorporated by GPF as its wholly-owned subsidiary in 2011. The company commenced commercial operation at Pipavav port, Gujarat, in October 2015; this is used for storage and distribution of bulk petroleum, oil, and lube liquids. The primary business is leasing of storage tanks on rent to third parties. The facility is being developed on an area of 90,507.1 square meters (m²) and comprises 48 tanks with a combined storage



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capacity of 250000 kiloliters (KL). The storage is being utilized for Petroleum, Oil and Lubes (POL), Bitumen and Vegetable Oil.

Financials (Standalone)

(Rs. crore)

For the year ended* / As On	31-03-2019	31-03-2020
	Audited	Audited
Total Operating Income	9.54	13.26
EBITDA	2.10	4.28
PAT	-27.65	-20.29
Total Debt	131.97	112.69
Tangible Net worth	127.73	106.17
EBITDA Margin (%)	22.01	32.26
PAT Margin (%)	-6.37	-145.70
Overall Gearing Ratio (x)	1.03	1.06

*Classification as per Infomerics' standards.

Status of non-cooperation with previous CRA: Not Applicable

Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Current Rating (Year 2020-21)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Ratings	Date(s) & Rating(s) assigned in 2020-21	Date(s) & Rating(s) assigned in 2020-21	Date(s) & Rating(s) assigned in 2019-2020
1.	Term Loan	Long Term	114.00	IVR D	IVR BB/ Stable Outlook (October 31, 2020)	IVR A- [CE]/ Stable Outlook* (July 06,2020)	-

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.

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About Infomerics:

Infomerics commenced rating & grading operations in April 2015 after having spent over 25 years in various segments of financial services. Infomerics is registered with the Securities and Exchange Board of India (SEBI) and accredited by Reserve Bank of India. It is gradually



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gaining prominence in domestic rating and/or grading space. Infomerics is striving for positioning itself as the most trusted & credible rating agency in the country and is gradually widening its product portfolio. Company's long experience in varied spectrum of financial services is helping it to fine-tune its product offerings to best suit the market.

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Annexure 1: Details of Facilities

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Long Term Fund Based Limits- Term Loan	-	-	-	114.00	IVR D

Annexure 2: Facility wise lender details:

<https://www.infomerics.com/admin/prfiles/len-gulfpetrochem-5-3-21.pdf>