



Infomerics Valuation And Rating Pvt. Ltd.

Press Release

Himadri Speciality Chemical Limited

May 9, 2018

Rating

Instrument / Facility	Amount (Rs. Crore)	Rating	Rating Action
Commercial Paper*	25.00	IVR A1+ (IVR A One Plus)	Withdrawn

*to be earmarked out of tied up fund based working capital limits

Details of Facilities are in Annexure 1

Rating Action

Infomerics Valuation And Rating Private Ltd has withdrawn the IVR A1+ (IVR A One plus) rating assigned to the Commercial Paper of Himadri Speciality Chemical Ltd. (HSCL) , at the request of the company, as such rating has not been used by the company and the Commercial Paper was not placed.

Detailed Rationale

The rating is withdrawn in accordance with Infomerics' policy on withdrawal and as requested by the company.

Analytical Approach & Applicable Criteria

Policy on Withdrawal

About the Company

HSCL, incorporated in 1987 by one Choudhary family of Kolkata, is currently the largest manufacturer of Coal Tar Distillates in India having 70% share in India's coal tar pitch market. The company is also one of the major players in Carbon Black market. It has eight plants, located four in West Bengal and one each in Andhra Pradesh, Gujarat, Chhattisgarh and Odisha. These apart the company has presence in Sulphonated Nephthalene Formaldehyde (SNF) & Poly Carboxylate Ether (PCE) manufacturing. Its aggregate capacity for coal tar distillation is 4 lacs metric tonne (MT) and for carbon black is 1.2 lacs MT. The company has captive power plants for aggregate capacity of 20 MW, besides 2.5 MW wind power generation capacity. During 9MFY18, the company reported a PAT of Rs. 171.33 crores on a



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Total Operating Income of Rs. 1470.77 crores (as against Net Profit of Rs. 50.78 crores and Total Operating Income of Rs. 1055.97 crores in 9MFY17)

Status of non-cooperation with previous CRA: Not applicable

Any other information: Nil

Rating History for last three years: Details in Annexure-2

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 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.

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, suspend 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.

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Annexure 1: Details of Facility

Name of Instrument	Date of Issuance	Coupon Rate/IRR	Maturity Date	Size of Facility (Rs. Crores)	Rating Assigned/Outlook
Commercial Paper*	Not Applicable	-	-	25.00	IVR A1+ (Withdrawn)

*to be earmarked out of tied up fund based working capital limits

Annexure 2: Rating History

Name of Instrument	Current Rating (2018-19)			Rating History		
	Type	Amount Outstanding (Rs. Crores)	Rating	Date & Rating Press Release Assigned in 2016-17	Date & Rating Press Release Assigned in 2015-16	Date & Rating Press Release Assigned in 2014-15
Commercial Paper*	Short Term	25.00	IVR A1+ (Withdrawn)	IVR A1+ (March 28, 2017)	Nil	Nil

*to be earmarked out of tied up fund based working capital limits