



Rating Rationale

Coimbatore Marine College

1st Feb 2017

Brickwork Ratings assigns ratings for the Bank Loan Facilities of Coimbatore Marine College

Particulars

Facility Rated	Amount (Rs. Crs)	Tenure	Rating *
Fund Based			
Term Loan (to be taken over from Religare Finvest Ltd)	*7.35	Long Term	BWR BB- Pronounced BWR BB Minus Outlook: Stable
Working Capital facility(Proposed)	7.50		
Total	Rs. 14.85 Crores (Rupees Fourteen Crores Eighty – Five Lakhs Only.)		

* Please refer to BWR website www.brickworkratings.com/ for definition of the ratings
Asterisk denotes the outstandings of term loans as on 14/11/2016

Rationale/Description of Key Rating Drivers/Rating sensitivities:

The Key rating factors are, the extensive industry experience of the management, moderate financial risk profile, Healthy Gearing ratios and marginal growths in revenues.

Rating Outlook: Stable

BWR believes the **Coimbatore Marine College** business risk profile will be maintained over the medium term. The 'Stable' outlook indicates a low likelihood of rating change over the medium term. The rating outlook may be revised to 'Positive' in case the revenues and profit show sustained improvement. The rating outlook may be revised to 'Negative' if the revenues go down and profit margins show lower than expected figures.



About the Company

Coimbatore Marine College was established in the year 2001. It is located in Coimbatore, Tamil Nadu, which is approved by Directorate General of shipping, Govt of India and affiliated to Indian Maritime University. Coimbatore marine College comes under CMC Group, which is running colleges in different locations of the country, apart from Coimbatore, such as Mumbai, Chennai, Mangalore.

Company Financial Performance

The net worth of the institution is 22.37crores as on FY16. Debt Equity ratio is at 0.39times in FY16. PAT has decreased from 1.53crores in FY15 to 0.15crores in FY16. DSCR stands on 3.48times in FY16. Current ratio is 0.32 on FY16. Net receipts of the institution has increased marginally from 15.03crores in FY15 to 15.52crores in FY16.

Rating History for the last three years: (including withdrawn/suspended ratings)

Sl. No.	Instrument/Facility	Current Rating (2017)			Rating History		
		Type (Long Term/Short Term)	Amount (Rs Crs)	Rating	2016	2015	2014
1.	Term Loan	Long Term	7.35	BWR BB-	NA	NA	NA
2.	Working Capital facility(Proposed)		7.50				

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Manufacturing Companies](#)
- [Short Term Debt](#)

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For print and digital media

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Note on complexity levels of the rated instrument:

BWR complexity levels are meant for educating investors. The BWR complexity levels are available at www.brickworkratings.com/download/ComplexityLevels.pdf Investors queries can be sent to info@brickworkratings.com.

About Brickwork Ratings

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, has also been accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a Nationalized Bank, as its promoter and strategic partner.

BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Guwahati, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations. BWR has rated debt instruments/bonds/bank loans, securitized paper of over ₹ 9,30,000 Cr. In addition, BWR has rated about 5000 MSMEs. Also, Fixed Deposits and Commercial Papers etc. worth over ₹19,700 Cr have been rated. Brickwork has a major presence in rating of nearly 100 cities.

DISCLAIMER

Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented “as is” without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons.