



## Rating Rationale

10 Nov 2023

### The Bombay Dyeing and Manufacturing Company Limited

**Brickwork Ratings Reaffirms and Withdraws the FD ratings of Bombay Dyeing and Manufacturing Company Limited (or “the Company”).**

#### Particulars

Facilities/ Instrument**	Previous (Rs. Cr)	Present (Rs. Cr)	Tenor	Previous Rating* (24 July 2023)	Present Rating*
Fund Based- Fixed Deposit	0.26	<b>0.26</b>	Long Term	BWR BBB-/Stable/ Downgraded/Placed under the notice of withdrawal for 3 months	<b>BWR BBB-/Stable/ Reaffirmed/Withdrawn</b>
<b>Total</b>	0.26	<b>0.26</b>	<b>(Rupees Twenty-Six Lakhs Only)</b>		

\*Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for the definition of the ratings

\*\*Details at Annexure I and Annexure II.

#### **RATING ACTION / OUTLOOK / WITHDRAWAL**

The company had requested the BWR for the withdrawal of the Fixed Deposit ratings in July 2023. Accordingly, in compliance with the BWR Rating Withdrawal Policy, the ratings were reviewed based on available information and the ratings were downgraded from BWR BBB+/Rating Watch with Negative Implications to BWR BBB-/Stable and the ratings were placed under Notice of Withdrawal for 3 months.

During the period of the notice of withdrawal, neither the company nor the BWR had received any objection to the withdrawal of the FD ratings, hence, on completion of the period of the notice of withdrawal and in compliance with the BWR Rating Withdrawal Policy, the ratings are reviewed based on available information and the rating of the Fixed Deposits is reaffirmed at BWR BBB-/Stable and is simultaneously withdrawn with immediate effect.

#### **ANALYTICAL APPROACH AND APPLICABLE RATING CRITERIA**

BWR has taken a consolidated approach to arrive at the rating of BDMC. Reference may be made to the Rating Criteria hyperlinked below. The list of entities consolidated is as per Annexure III.



## COMPANY'S PROFILE

Macro Economic Indicator	Sector	Industry	Basic Industry
Consumer Discretionary	Textiles	Textiles & Apparels	Other Textile Products

The Bombay Dyeing & Manufacturing Co Ltd (BDMC) was founded in 1879 by Mr Nowrosjee Wadia. Currently, the Wadia group (founded by Mr. Lovji Wadia) has a presence across textiles, real estate, aviation, foods and plantations, engineering & chemicals. BDMC is engaged in home textiles, polyester and real estate business. Over the years BDMC has extended its presence from textiles & fabric to polyester staple fibre (PSF) to the realty sector.

## KEY FINANCIAL INDICATORS (CONSOLIDATED)

Particulars	Units	FY22(A)	FY23(A)	Q2FY24(UA)
<b>Operating Income</b>	Rs. Crs	1944.47	2673.73	440.60
<b>EBITDA</b>	Rs. Crs	151.40	-34.69	32.01
<b>PAT</b>	Rs. Crs	-460.32	-516.71	-52.05
<b>Total Debt</b>	Rs. Crs	4441.75	3642.04	-
<b>Tangible Net Worth</b>	Rs. Crs	-757.37	-1,273.17	-
<b>Total Debt/Tangible Net Worth</b>	Times	-5.86	-2.86	-
<b>Current Ratio</b>	Times	1.44	1.03	-

**Rating History for the Previous Three Years [Including Withdrawal & Suspended]**

Sr. No	Entity Type /Instrument/ Facilities			Current Rating	Rating History		
		Type	Amt (Rs in Cr)	2023	2023	2022	2021
1	Fund Based (Fixed Deposit)	Long Term	0.26	BBBB-/Stable/Reaffirmed/Withdrawn	BWR BBB-/Stable/Downgraded/Placing under notice of withdrawal for 3 months (24 July)	BWR BBB+/ Rating Watch with Negative Implications (02 November) BWR BBB+*/ Negative / Reaffirmed (26 September)	BWR F BBB+ Negative (23 December)
2	Fund Based (Bank Facilities, excluding LRD) (Rs. 50 Crs)	Long Term	0.00	-	BWR BBB-/Stable/Downgraded/Withdrawn (24 July)	BWR BBB+/ Rating Watch with Negative Implications (02 November) BWR BBB+/ Negative / Reaffirmed (26 September)	BWR BBB+ Negative (23 December)
3	Non-Fund Based (Rs. 450 Crs)	Short Term	0.00	-	BWR A3/ Downgrade/ Withdrawn (24 July)	BWR A2 /Rating Watch with Negative Implications (02 November) BWR A2/ Reaffirmed (26 September)	BWR A2 (23 December)
4	Fund Based (LRD) (Rs. 53.64 Crs)	Long Term	0.00	-	BWR BBB-/Stable/Downgraded/Withdrawn (24 July)	BWR BBB+ / Rating Watch with Negative Implications (02 November) BWR BBB+ / Negative / Reaffirmed (26 September)	BWR BBB+ Negative (23 December)
5	Issuer Rating	Long Term	-	-	BWR BBB-/Stable/Downgraded/Withdrawn (24 July)	BWR BBB+/ Rating Watch with Negative Implications (02 November) BWR BBB+/ Negative / Assigned (26 September)	-
Total			0.26	(Rupees Twenty Six Lakhs Only)			

\*BWR had removed the prefix 'F' from its Long Term rating i.e. to BWR BBB+ from BWR F BBB+ subsequent to revision in Rating Symbols pursuant to SEBI and RBI Guidelines vide BWR press release dated 29 June 2022.



NA: Not Available

Any other information: NIL

NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY If Any: NA

COMPLEXITY LEVELS OF THE INSTRUMENTS - Simple

For more information, visit

[www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Manufacturing Companies](#)
- [Rating Criteria – Rating of Real Estate - Residential Projects](#)
- [Short Term Debt](#)
- [Approach to Financial Ratios](#)
- [Rating Withdrawal Policy](#)
- [Consolidation of Companies](#)

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**The Bombay Dyeing and Manufacturing Company Limited**

**Annexure I**

**Details of Bank Loan Facilities Rated by BWR: NA**

**Annexure II**

**INSTRUMENT (FDs) DETAILS**

Sl. No.	Name of the Instrument		Tenor	Previous Amount (Rs. Crs.)	Present Amount (Rs. Crs.)
1.	Fixed Deposit*		Long Term	0.26	0.26
TOTAL (Rupees Twenty-Six Lakhs Only)					

\*These FDs are the unclaimed matured public deposits

**Annexure III**

**List of entities Consolidated**

Sl. No.	Name of the Entity	Nature	% Holding
1.	Pentafil Textile Dealers Limited.	Associate	49%
2.	Bombay Dyeing Real Estate Company Limited	Associate	40%
3.	P. T. Five Star Textile Indonesia	Subsidiary	97.36%



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