



Press Release

Vikram India Limited

April 06, 2026

Ratings

Instrument / Facility	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long-Term Bank Facilities	39.42 (Enhanced from Rs.20.00 crore)	IVR BBB-; Stable (IVR Triple B Minus with Stable Outlook)	IVR BBB-; Stable (IVR Triple B Minus with Stable Outlook)	Rating Reaffirmed	Simple
Short Term Bank Facilities	45.50 (Enhanced from Rs.41.00 crore)	IVR A3 (IVR A Three)	IVR A3 (IVR A Three)	Rating Reaffirmed	Simple
Total	84.92	Rupees Eighty-four crore and ninety-two lakh only			

Details of Facilities/Instruments are in Annexure 1. Facility wise lender details are at Annexure 2. Detailed explanation of covenants is at Annexure 3.

Detailed Rationale

The reaffirmation of the ratings assigned to the bank facilities of Vikram India Limited (VIL) takes comfort from equity infusion in the company during FY26 [FY refers to the period from April 1 to March 31] resulting in an improvement in liquidity profile and overall capital structure. The ratings further factors in the VIL's stable business performance in FY25 and in 11MFY26, supported by its diversified business with a reputed customer base, along with the presence of experienced promoters having a long track record and demonstrated support to the business. However, the ratings remain constrained by VIL's highly working capital-intensive nature of operations, along with its moderate debt protection metrics. Further, the ratings also factor the company's exposure to foreign currency fluctuation risk.

The stable outlook reflects expected improvement in operating performance along with a comfortable capital structure supported by equity infusion

Key Rating Sensitivities:

Upward Factors

- Significant growth in scale of business with improvement in profitability metrics thereby leading to overall improvement in cash accruals on a sustained basis
- Sustenance of the capital structure and improvement in interest coverage ratio to above 2.5x
- Efficient management of working capital thereby improvement in GCA days and operating cycle

Downward Factors



Press Release

- Decline in revenue and profitability leading to deterioration in debt protection metrics on a sustained basis
- Any unplanned capex and or substantial increase in working capital leading to impairment in the capital structure with moderation in overall gearing to over 1x and interest coverage below 1x
- Further stretch in the working capital cycle driven by pile-up of inventory leading to increase in operating cycle impacting the liquidity position

List of Key Rating Drivers with Detailed Description

Key Rating Strengths

- **Comfortable capital structure supported by equity infusion**

The capital structure of the company remained comfortable and has witnessed continuous improvement over the years. In FY25, the capital structure strengthened significantly with conversion of subordinated unsecured loans into equity along with fresh equity infusion and after adjusting the investment in group companies of Rs.0.75 crore, leading to improvement in adjusted net worth to Rs. 126.11 crore leading to improvement in overall gearing to 0.47x as on March 31, 2025 compared to 0.60x as on 31st March 2024. The overall indebtedness of the company marked by TOL/ATNW also improved and stood comfortable at 0.99x as on March 31, 2025, compared to 1.25x as on March 31, 2024. Additionally, the promoters have further infused capital of ~Rs.56 crore in FY26, which is expected to strengthen its net worth position and support its working capital requirements going forward.

- **Stable business performance**

The company's operating performance moderated in FY25, with total operating income declining by ~11% to Rs. 124.59 crore from Rs. 140.21 crore in FY24, primarily on account of delays in obtaining dispatch clearances for certain orders, which led to delay in execution and consequent lower sales during the year. Nevertheless, the company maintained stable operating margins at ~13.38% in FY25 (FY24: 13.51%). EBITDA stood at Rs.16.67 crore in FY25 as against Rs.18.95 crore in FY24. Profitability remained modest, with PAT at Rs. 2.14 crore in FY25 and PAT margins stable at ~1.71%. Despite moderation in scale, the company continued to generate steady operating profitability. The performance in the current year has shown improvement, with total operating income increasing by ~26% to Rs. 128.08 crore in 11MFY26 as compared to Rs.101.69 crore in 11MFY25, supported by improved execution in



Press Release

the MMS segment. EBITDA increased to Rs.17.20 crore with margins remaining stable at ~13.43%. Profitability improved significantly with PAT of Rs. 4.83 crore, supported by lower finance cost and increase in topline.

- **Diversified business with reputed customer base**

VIL has wide market reach both in domestic and world market in its manufacturing of tea processing machinery segment. Over the years of its operations, VIL developed a broad export market spread across Sri Lanka, Bangladesh, Kenya, Uganda, Cameron, etc. Its domestic market includes companies like Goodricke Group Limited, Mcleod Russel India Limited, Dalmia Tea Plantation & Industries Limited etc. Further, VIL has established a strong relationship with its customers ensuring repeat orders and has developed a strong brand name “Vikram” for its tea processing machineries. Further, VIL ventured into the Module mounting structures (MMS) segment which is mainly used in the solar power industry in 2017 to diversify its revenue base and established customer base including players like Adani Power, Azure Power, TATA Power and Larsen & Toubro Limited, Construction, etc. MMS segment contributed around ~49% of revenue in FY25 for the company.

Experienced promoters with long track record & demonstrated support

VIL has commenced its operation from 1974 under the leadership of Mr. Hari Krishna Chaudhary who has vast business experience of more than five decades and is instrumental behind the growth of the group. Hence, VIL has a long track of operations of about four and a half decades. VIL is now being headed by Mr. Anil Chaudhary, one of the promoter and director of the company who has more than two decades of experience in engineering projects and tea manufacturing. Mr. Anil Chaudhary serves on the Board of many of the Vikram Group of companies. He is a member of Technical Education Society of India, Institute of Engineers, Engineering Export Promotion Council and CII-SSI Committee. Furthermore, the board is well supported by two other directors along with a team of experienced professionals. The promoters have demonstrated continued support to the company through timely infusion of funds in the form of unsecured loans in the past, reflecting their commitment towards the business.

Key Rating Weaknesses

- **Highly working capital-intensive nature of operation**

The company's operations remain working capital intensive in nature due to high inventory holding requirements and relatively long processing cycle. The operating cycle elongated to



Press Release

456 days in FY25 from 329 days in FY24, primarily due to build-up of inventory on account of delays in dispatch clearances. Receivables remained around 90 days in FY25 increased from 70 days in FY24 and inventory period increased from 385 days in FY24 to 507 days in FY25. The average working capital utilisation remained elevated at ~85% for the past twelve months ended December 2025.

- **Moderate debt protection metrics**

The debt protection metrics of the company remained modest. Despite moderation in EBITDA in FY25, the impact was partly offset by reduction in finance cost, resulting in interest coverage ratio remaining largely stable at 1.45x in FY25 as against 1.42x in FY24 Total debt to EBITDA and Total debt to GCA moderated and remains stretched at 3.57x and 13.22 years respectively as on 31st March 2025. The DSCR, though slightly moderated, remained around unity at 0.94x in FY25. The debt servicing, aided by capital infusion during the year which provided additional liquidity.

- **Exposure to foreign currency fluctuation risk**

The company has derived ~23% to ~24% of its revenue in FY25 and 11MFY25 from exports. Being an exporter, the company is moderately exposed to foreign currency fluctuation risks. However, to mitigate the risk VIL uses forward contracts, foreign bill discounting and PCFC limits. However, at times its management keeps the forex exposure unhedged as well. As on 31st December 2025, the unhedged forex exposure stood at Rs.8.14 crore.

Analytical Approach: Standalone

Applicable Criteria:

[Rating Methodology for Manufacturing Companies.](#)

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

[Criteria for assigning Rating outlook.](#)

[Policy on Default Recognition](#)

[Complexity Level of Rated Instruments/Facilities](#)

Liquidity – Adequate

The company's liquidity profile is expected to remain adequate over the near to medium term, supported by steady accrual generation and adequate gearing headroom attributable to comfortable capital structure of the company. In FY25, gross cash accruals stood at ~Rs. 4.50 crore, which, along with support from equity infusion, enabled the company to meet its debt



Press Release

servicing requirements. The current ratio remained comfortable at 2.12x as on March 31, 2025. Besides, the company has high non-core investments in view of its equity stake held in Vikram Solar Ltd which the company can monetize if required, that imparts comfort. However, liquidity is constrained by high dependence on working capital borrowings, with utilisation levels remaining elevated at around ~85%. Additionally, the elongated operating cycle, driven by high inventory levels due to delays in dispatches, continues to exert pressure on the overall liquidity position.

About the Company

Kolkata (West Bengal) based Vikram India Limited (VIL) was initially incorporated as a private limited company, Vikram Forging and Allied Industries Ltd in 1974 by Mr. Hari Krishna Chaudhary). Later, the constitution of the company was changed to its present status and the name was also changed to Vikram India Limited. VIL is engaged in manufacturing of entire range of tea processing machinery from plucking to packing under the brand name “Vikram” and also engaged in execution of turnkey projects in the tea industry. It also provides customized project consultancy services and training packages to its clients. The manufacturing facilities of the company are located at Dhulagarh and Ghusuri of Howrah district in West Bengal. VIL has started manufacturing of module mounting structures (MMS) from November 2016, which is mainly used in the solar power industry.

Financials (Standalone):

For the year ended/ As on*	(Rs. crore)	
	31-03-2024	31-03-2025
	Audited	Audited
Total Operating Income	140.21	124.59
EBITDA	18.95	16.67
PAT	2.38	2.14
Total Debt	58.33	59.49
Tangible Net Worth	44.71	126.86
EBITDA Margin (%)	13.51	13.38
PAT Margin (%)	1.69	1.71
Overall Gearing Ratio (x)	0.60	0.47
Interest Coverage (x)	1.42	1.45

* Classification as per Infomerics' standards.

Status of non-cooperation with previous CRA:



Press Release

CRISIL Ratings has moved the ratings to Issuer Not Cooperating category vide press release dated February 28, 2026, for non-cooperation by the company.

Any other information: Nil

Rating History for last three years:

Sr. No	Name of Security/Facilities	Current Ratings (2026-27)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2025-26	Date(s) & Rating(s) assigned in 2024-25	Date(s) & Rating(s) assigned in 2023-24
					Apr 21, 2025	-	Jan 23, 2024
1.	Term Loan	LT	14.92	IVR BBB-; Stable	-	-	-
2.	Cash Credit	LT	24.50	IVR BBB-; Stable	IVR BBB-; Stable	-	IVR BB+/Stable
3.	Term Loan	LT	-	-	Withdrawn	-	IVR BB+/Stable
4.	PCFC	ST	16.00	IVR A3	IVR A3	-	IVR A4+
5.	Bank Guarantee	ST	10.00	IVR A3	IVR A3	-	IVR A4+
6.	Letter of Credit	ST	19.50	IVR A3	IVR A3	-	IVR A4+

Analytical Contacts:

Name: Avik Podder

Tel: (033) 46022266

Email: apodder@infomerics.com

About Infomerics:

Infomerics Valuation and Rating Limited (Infomerics) [formerly Infomerics Valuation and Rating Private Limited] was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI). Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt instruments which helps corporates access to financial markets and provides investors credit ratings backed by in depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks. Infomerics has a pan India presence with Head Office in Delhi and Corporate Office at Mumbai, with branches in major cities and representatives in several



Press Release

locations. Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

For more information and definition of ratings please 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: Instrument/Facility Details

Name of Facility/ Security	ISIN	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Term Loan	-	-	-	March 2034	14.92	IVR BBB-; Stable
Cash Credit	-	-	-	-	24.50	IVR BBB-; Stable
PCFC	-	-	-	-	16.00	IVR A3
Bank Guarantee	-	-	-	-	10.00	IVR A3
Letter of Credit	-	-	-	-	19.50	IVR A3

Annexure 2: Facility wise lender details:

https://infomericstorage.blob.core.windows.net/uploads/len_vikramin_apr26_d05d9c9f20.pdf

Annexure 3: Detailed explanation of covenants of the rated Security/facilities: Not Applicable

Annexure 4: List of companies considered for consolidated/Combined analysis: 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.