

Press Release

KLA India Public Limited (KLA IPL)

23 October, 2017

Rating Update



Total Bank Facilities Rated	Rs. 39.09 Cr #
Long Term Rating (Indicative)	SMERA BB- Issuer not co-operating*
Short Term Rating (Indicative)	SMERA A4+ Issuer not co-operating*

Refer Annexure for details of instrument.

*The issuer did not co-operate; based on best available information.

Rating Action

SMERA has reviewed the long-term rating of '**SMERA BB-**' (read as **SMERA double B minus**) and the short-term rating of '**SMERA A4+**' (read as **SMERA A four plus**) on the Rs. 39.09 crore bank facilities of KLA India Public Limited (KLA IPL). This is an indicative rating.

Non-cooperation by the issuer/borrower: SMERA has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit required documents before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and SMERA's policies.

Applicable Criteria

- Manufacturing entities: <https://www.smera.in/criteria-manufacturing.htm>
- Default Recognition: <https://www.smera.in/criteria-default.htm>

Limitation regarding information availability: The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). SMERA endeavored to gather information about the entity / industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information on which the indicative credit rating is based.

About the rated entity:

The Uttarakhand-based KLA IPL was incorporated in 2002 by Mr Agarwal and family. The company is engaged in the milling of paddy and trading of agriculture commodities such as soya beans and maize. The processing unit located at Rudrapur (Uttarakhand) has an installed capacity of ~2 metric tonnes (MT) per hour. KLA IPL sells its products under the 'KLA Organic Dehraduni Basmati Rice', 'KLA GEM', 'KLA Ekta-1121' and 'KLA 999-Pusa' brand names.

Rating history for the last three years:

Date	Name of Instrument/ Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
19-July, 2016	Term Loan	Long Term	INR 20.83	SMERA BB-/Stable (Reaffirmed)
	Cash Credit	Long Term	INR 10.00	SMERA BB-/Stable (Reaffirmed)
	Proposed bank facility	Long Term	INR 5.63	SMERA BB-/Stable (Reaffirmed)
	Bank guarantee	Short Term	INR 2.63	SMERA A4+ / (Reaffirmed)
22-July, 2015	Term Loan	Long Term	INR 20.83	SMERA BB-/Stable (Upgraded)
	Cash Credit	Long Term	INR 10.00	SMERA BB-/Stable (Upgraded)
	Proposed bank facility	Long Term	INR 5.63	SMERA BB-/Stable (Upgraded)
	Bank guarantee	Short Term	INR 2.63	SMERA A4+ / (Upgraded)
19-Sept, 2014	Term Loan	Long Term	INR 26.46	SMERA C (Assigned)
	Cash Credit	Long Term	INR 10.00	SMERA C (Assigned)
	Letter of credit	Short Term	INR 2.63	SMERA A4 (Assigned)

Annexure – Details of instruments rated:

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Term Loan	NA	NA	NA	20.83	SMERA BB- Issuer not co- operating*
Cash Credit	NA	NA	NA	10.00	SMERA BB- Issuer not co- operating*
Proposed bank facility	NA	NA	NA	5.63	SMERA BB- Issuer not co- operating*
Bank guarantee	NA	NA	NA	2.63	SMERA A4+ Issuer not co- operating*

*The issuer did not co-operate; based on best available information.

Contacts:

Analytical	Rating Desk
Vinayak Nayak, Head – Ratings Operations Tel: +91-22-6714 1190 vinayak.nayak@smera.in	Varsha Bist Manager- Rating Desk Tel: 022-67141160 varsha.bist@smera.in
Leena Gupta , Analyst- Rating operations Tel: +91-22-6714 1172 leena.gupta@smera.in	

ABOUT SMERA

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