



SMERA RATINGS LIMITED

The Sirpur Paper Mills Limited (TSPML)

*Rating
Rationale*

October 06, 2014

Facilities	Amount (Rs. Crore)	Rating
Term Loan	313.00	SMERA D (Assigned)
Cash Credit	48.00	SMERA D (Assigned)
Letter of Credit/Bank Guarantee	12.00	SMERA D (Assigned)

SMERA has assigned a rating of '**SMERA D**' (read as **SMERA D**) to the abovementioned bank facilities of The Sirpur Paper Mills Limited (TSPML). The rating reflects delays in servicing of interest by the company during April 2014 to September 2014.

About the company

TSPML, incorporated in 1938, is a Telangana-based company engaged in manufacturing of pulp, paper and paperboard. TSPML has a manufacturing unit in Sirpur Kaghaznagar (Telangana) with installed capacity of 138300tonnes per annum (TPA).

For FY2013-14 (refers to financial year, April 01 to March 31), TSPML reported net loss of Rs.90.98 crore on net sales of Rs.417.55 crore, as compared with net loss of Rs.97.10 crore on net sales of Rs.349.93 crore in the previous year.

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