

Press Release

The Sirpur Paper Mills Limited (TSPML)

13 May, 2017

Rating Update

Total Bank Facilities Rated*	Rs.373.00 Cr
Long Term Rating (Indicative)	SMERA D Issuer not co-operating*
Short Term Rating (Indicative)	SMERA D Issuer not co-operating*

#Refer Annexure for details

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

SMERA has reviewed the short term rating of '**SMERA D** (read as SMERA D)' on the Rs.373.00 crore bank facilities of The Sirpur Paper Mills Limited (TSPML). This rating is now an indicative rating and is based on best available information.

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 such information 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>
- Financial Ratios and Adjustments: <https://www.smera.in/criteria-fin-ratios.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 endeavoured 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: TSPML, incorporated in 1938, is a Telangana based company engaged in the manufacture of pulp, paper and paperboards.

For FY2013-14, TSPML reported net loss of Rs.90.98crore, 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.

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
20-January-2016	Term Loan	Long Term	313.00	SMERA D (Reaffirmed)
	Cash Credit	Long Term	48.00	SMERA D (Reaffirmed)
	Letter of Credit	Short Term	12.00	SMERA D (Reaffirmed)
06-October-2014	Term Loan	Long Term	313.00	SMERA D (Assigned)
	Cash Credit	Long Term	48.00	SMERA D (Assigned)
	Letter of Credit	Short Term	12.00	SMERA D (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	313.00	SMERA D Issuer not co-operating*
Cash Credit	NA	NA	NA	48.00	SMERA D Issuer not co-operating*
Letter of Credit	NA	NA	NA	12.00	SMERA D Issuer not co-operating*

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

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ABOUT SMERA

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