

## Press Release

### The Sirpur Paper Mills Limited (TSPML)

13 May, 2017

### Rating Update

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