

October 10, 2014

Facilities	Amount (Rs. Crore)	Rating
FDBN/ FDBP/ FDBD/ RACB	5.75*	SMERA D (Assigned)
PCL/ PCFC	5.75	SMERA D (Assigned)
Import/ Inland Letter of Credit cum BG	3.50^	SMERA D (Assigned)

\*Includes sublimit of FDBD to the extent of Rs.2.00 crore, FDBP to the extent of Rs.5.75 crore, Direct Parcel Bill of Rs.1.00 crore and RACB of Rs.1.00 crore.

<sup>^</sup>Interchangeability of BG limit to the full extent by earmarking the Import/Inland Letter of Credit is permitted.

SMERA has assigned a rating of '**SMERA D**' (**read as SMERA D**) to the Rs.15.00 crore bank facilities of Rollwell Forge Private Limited (Rollwell). The rating reflects devolvement of non-fund based facility and overdrawing in packing credit limit availed by the company. The rating also reflects the company's small operating scale, working capital-intensive operations and below-average financial profile.

### About the company

Rollwell, incorporated in 1991, is a Rajkot-based company headed by Mr. Babulal Mehta. Rollwell is engaged in manufacturing and export of forgings and forged flanges. The company derives ~64 per cent of its total revenues from exports. Mr. Babulal Mehta, director of Rollwell, has around two decades of experience in the company's line of business.

For FY2013–14, Rollwell reported net loss of Rs.0.20 crore on operating income of Rs.37.24 crore, as compared with net profit of Rs.0.88 crore on operating income of Rs.56.92 crore in FY2012–13. Rollwell's net worth stood at Rs.9.13 crore as on March 31, 2014, as compared with Rs.8.86 crore a year earlier.

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