

## Press Release

**Sri Rajlakshmi Saw Mill**

04 May, 2018



### Rating Update

<b>Total Bank Facilities Rated</b>	Rs. 14.50 Cr. #
<b>Long Term Rating</b>	SMERA B Issuer not co-operating*
<b>Short Term Rating</b>	SMERA A4 Issuer not co-operating*

# Refer Annexure for details

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

SMERA has reviewed the long-term rating of '**SMERA B** (read as SMERA B) and short-term rating of '**SMERA A4 (read as SMERA A four)** on the Rs. 14.50 crore bank facilities of Sri Rajlakshmi Saw Mill (SRSM). 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 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

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Trading Entities - <https://www.smera.in/criteria-trading.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

The Bangalore-based Sri Rajlakshmi Saw Mill (SRSM), a partnership firm established in 2003 is engaged in the trading of timber. The firm imports 95 per cent of its raw material from Dubai and Singapore and the rest is sourced domestically. About 90 per cent of the revenue is generated from Karnataka and Tamil Nadu with the balance from other states.

For FY2015-16, SRSM reported net profit of Rs.0.09 cr on operating income of Rs.10.56 cr, as compared with profit after tax of Rs.0.14 cr on operating income of Rs.17.31 cr in FY2014-15.

### Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
27-Feb-2017	Cash Credit	Long Term	2.00	SMERA B/Stable (Assigned)
	Letter of Credit	Short Term	8.50	SMERA A4 (Assigned)
	Proposed Bank Facility	Short Term	4.00	SMERA A4 (Assigned)

### #Annexure - Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	SMERA B Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	8.50	SMERA A4 Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	4.00	SMERA A4 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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