

Press Release

Sri Rajlakshmi Saw Mill

August 01, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 14.50 Cr. #
Long Term Rating	ACUITE B Issuer not co-operating*
Short Term Rating	ACUITE A4 Issuer not co-operating*

Refer Annexure for details

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

Acuité has reviewed long-term rating of '**ACUITE B**' (**read as ACUITE B**) and Short-term rating of '**ACUITE A4**' (**read as ACUITE A four**) to the Rs. 14.50 crore bank facilities of Shri Rajlakshmi Saw Mill (SRSM). This rating is now an indicative rating and is based on best available information.

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.

Analytical approach

Acuité has considered standalone business and financial risk profile of SRSM for arriving at the rating.

Non-cooperation by the issuer/borrower

Acuité 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 Acuité's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-6.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). Acuité endeavored to gather information about the entity / industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Status of non-cooperation with previous CRA (if applicable)

None

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Key Financial Indicators

Acuite did not receive latest financials despite repeated requests.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
04- May-2018	Cash Credit	Long Term	2.00	ACUITE B Issuer not co-operating*
	Letter of Credit	Short Term	8.50	ACUITE A4 Issuer not co-operating*
	Proposed Bank facility	Short Term	4.00	ACUITE A4 Issuer not co-operating*
27- Feb-2017	Cash Credit	Long Term	2.00	ACUITE B/ Stable (Assigned)
	Letter of Credit	Short Term	8.50	ACUITE A4 (Assigned)
	Proposed Bank facility	Short Term	4.00	ACUITE 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	ACUITE B Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	8.50	ACUITE A4 Issuer not co-operating*
Proposed Bank facility	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE A4 Issuer not co-operating*

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

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (Erstwhile SMERA Ratings Limited) is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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