



Press Release

Edcons Exports Private Limited

October 06, 2018

Rating Update

Total Bank Facilities Rated*	Rs. 21.92 Cr.#
Long Term Rating	ACUITE BB+ 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.

Rating Rationale

Acuité has reviewed the long-term rating of '**ACUITE BB+** (read as ACUITE double plus) and short term rating of '**ACUITE A4+** (read as ACUITE A four plus) on the Rs. 21.92 crore bank facilities of Edcons Exports Private Limited. This rating is now an indicative rating and is based on best available information.

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>
- Manufacturing Entities-<https://www.acuite.in/view-rating-criteria-4.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 endeavoured 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.

About the Rated Entity:

Edcons Exports Private Limited(EEPL), incorporated in 1995, is a Kolkata-based company engaged in the manufacturing and export of leather products such as wallets, handbags, briefcases, files, folders and accessories. EEPL benefits from its experienced management. The promoters of the company have around two decades of experience in the leather goods industry.

For FY2014-15, EEPL reported profit after tax (PAT) of Rs.0.62 crore on operating income of Rs.72.89 crore, as compared with PAT of Rs.2.25 crore on operating income of Rs.48.44 crore in FY2013-14. The company's net worth stood at Rs.9.02 crore as on 31 March, 2015, compared to Rs.8.40 crore a year earlier.

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.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
11-Jul-17	Term Loan	Long term	1.27	ACUITE BB+ (Indicative)
	Term Loan	Long Term	1.15	ACUITE BB+ (Indicative)
	Packing Credit	Short Term	9.00	ACUITE A4+ (Indicative)
	Foreign Letter of Credit	Short Term	1.50	ACUITE A4+ (Indicative)
	Forward Contract	Short Term	9.00	ACUITE A4+ (Indicative)
11-Mar-16	Term Loan	Long term	2.42	ACUITE BB+/Stable (Downgraded)
	Packing Credit	Short Term	9.00	ACUITE A4+ (Downgraded)
	Foreign Letter of Credit	Short Term	1.50	ACUITE A4+ (Downgraded)
	Forward Contract	Short Term	9.00	ACUITE A4+ (Downgraded)
13-Nov-14	Term Loan	Long term	2.42	ACUITE BBB-/Stable (Assigned)
	Packing Credit	Short Term	9.00	ACUITE A3 (Assigned)
	Foreign Letter of Credit	Short Term	1.50	ACUITE A3 (Assigned)
	Forward Contract	Short Term	9.00	ACUITE A3 (Assigned)

***Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Term Loan	Not Applicable	Not Applicable	Not Applicable	1.27	ACUITE BB+ Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	1.15	ACUITE BB+ Issuer not co-operating*
Packing Credit	Not Applicable	Not Applicable	Not Applicable	9.00	ACUITE A4+ Issuer not co-operating*
Foreign Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE A4+ Issuer not co-operating*
Forward Contract	Not Applicable	Not Applicable	Not Applicable	9.00	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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