



SMERA RATINGS LIMITED

Biofuel Industries (BI)

Rating Rationale

January 07, 2015

Facility	Amount (Rs. Crore)	Rating
Cash Credit	6.00	SMERA D (Assigned)

SMERA has assigned a rating of '**SMERA D' (read as SMERA D)** to the Rs.6.00 crore bank facility of Biofuel Industries (BI). The rating reflects delays in servicing of debt by the firm. The rating also reflects the firm's weak financial risk profile.

About the firm

BFI, established in July 2008, is a Meerut-based partnership firm promoted by Mr. Ram Singh and Mr. Dinesh Kumar Singhal. BFI undertakes manufacturing of biomass briquette, an alternative fuel used as a substitute for coal and wood.

For FY2013-14 (refers to financial year, April 01 to March 31), BFI reported profit after tax (PAT) of Rs.0.02 crore (provisional) on operating income of Rs.3.96 crore (provisional), as compared with PAT of Rs.0.01 crore on operating income of Rs.2.23 crore in FY2012-13. The firm's net worth stood at Rs.2.86 crore (provisional) as on March 31, 2014, as compared with Rs.2.85 crore a year earlier.

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