

Press Release

Biofuel Industries

01 June, 2017

Rating Update

Total Bank Facilities Rated	Rs. 6.00 Cr
Long Term Rating (Indicative)	SMERA D Issuer not co-operating*

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

**Refer Annexure for Details

Rating Action

SMERA has reviewed the long term rating of '**SMERA D**' (read as **SMERA D**) on the Rs.6.00 crore bank facilities of Biofuel Industries (BI). This rating is now an indicative rating and is based on publicly 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 such information before due date.

This rating is therefore flagged as "Issuer not – co-operating", in line with prevailing SEBI regulations and SMERA's policies.

Applicable Criteria

- Manufacturing Entity: <https://www.smera.in/criteria-manufacturing.htm>
- Application of Financial Ratios and Adjustments: <https://www.smera.in/criteria-fin-ratios.htm>
- Default Recognition: <https://www.smera.in/criteria-default.htm>

Limitation regarding information availability: The rating is based on the information available from sources other than the issuer / borrower (in the absence of information provided by the issuer / borrower). SMERA endeavored 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

Biofuel Industries (BI), established in July 2008, is a Meerut-based partnership firm promoted by Mr. Ram Singh and Mr. Dinesh Kumar Singhal. The firm manufactures biomass briquettes an alternative fuel used as substitute for coal and wood.

For FY2013-14, (financial year, April 01 to March, 31), the firm 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 31 March, 2014, as compared with Rs. 2.85 crore a year earlier.

Rating History for the last three years:

Name of Instrument /Facilities	FY2017			FY2016		FY2015		FY2014	
	Scale	Amt (Rs. Crore)	Rating	Date	Rating	Date	Rating	Date	Rating
Cash Credit	Long term	6.00	SMERA D (Indicative)	19 Feb, 2016	SMERA D (Reaffirmed)	07 Jan, 2015	SMERA D (Assigned)	NA	NA

**** Annexure – Details of instruments rated:**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Cash Credit	NA	NA	NA	6.00	SMERA D (Issuer not co-operating)

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ABOUT SMERA

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