

Press Release

North Eastern Cables Private Limited

August 09, 2017

Rating Update



Total Bank Facilities Rated*	Rs. 16.00 Cr. #
Long Term Rating	SMERA B Issuer not co-operating*
Short Term Rating	SMERA A4 Issuer not co-operating*

Refer Annexure for details

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

SMERA has reviewed 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. 16.00 crore bank facilities of North Eastern Cables Private Limited. 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 such information 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>
- Manufacturing Entities - <https://www.smera.in/criteria-manufacturing.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

NECPL, incorporated in 1988, is an Assam- based company engaged in manufacturing of cables and conductors. NECPL also undertakes construction of power sub -stations for state electricity boards and power distribution companies. NECPL was promoted by Mr. M. D. Khetan, Mr. J. P. Khetan, Mr. B. K. Khetan and Mr. P. K. Khetan. The overall operations of the company are currently managed by Mr. J. P. Khetan and Mr. P. K. Khetan. NECPL mainly caters to Assam Electricity Board. The company also deals with private sector entities.

For FY2014-15, NECPL reported profit after tax of Rs.0.24 crore on operating income of Rs.11.21 crore, as compared with profit after tax of Rs.0.84 crore on operating income of Rs.28.35 crore in the previous year.

Rating History (Upto last three years)

	Date	Name of Instrument	Term	Amount (Rs. Cr.)	Ratings/Outlook	
		/ Facilities				

09-Feb-2016	Cash Credit	Long	INR 2	SMERA B / Stable
		Term		
	Letter of Credit	Short	INR 2	SMERA A4
		Term		
03-Feb-2015	Bank Guarantee	Short	INR 12	SMERA A4
		Term		
	Cash Credit	Long	INR 2	SMERA BB / Stable
		Term		
	Letter of Credit	Short	INR 2	SMERA A4+
		Term		
	Bank Guarantee	Short Term	INR 12	SMERA A4+

#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*
Bank guarantee	Not Applicable	Not Applicable	Not Applicable	12.00	SMERA A4 Issuer not co-operating*
Letter of credit	Not Applicable	Not Applicable	Not Applicable	2.00	SMERA A4 Issuer not co-operating*

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

Contacts

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ABOUT SMERA

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Disclaimer: *A SMERA rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. SMERA ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, SMERA, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. SMERA is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. SMERA ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.smera.in) for the latest information on any instrument rated by SMERA.*