

Press Release

Formulated Polymers Limited (FPL)

15 February 2017

Rating Update

| | |
|---------------------------------------|--------------------------------------|
| Total Bank Facilities Rated | Rs.21.43 Cr # |
| Long Term Rating (Indicative) | SMERA B+ Issuer not co-operating* |
| Short Term Rating (Indicative) | SMERA A4 Issuer not co-operating* |

Refer Annexure for details of instrument.

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

Rating Action

SMERA has reviewed the long term rating of '**SMERA B+**' (read as **SMERA B plus**) and short term rating of '**SMERA A4**' (read as **SMERA A four**) on the Rs.21.43 crore bank facilities of Formulated Polymers Limited (FPL). The ratings are now indicative ratings and 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 since November 2016. SMERA has also requested for the payment of outstanding surveillance fee.

| | |
|-----------------------------------|---------------------|
| Information Status | Not Received |
| Status of Surveillance Fee | Not Received |

This rating is therefore being flagged as "Issuer not-cooperating", 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 furnished by the rated entity till October 2015. Due to non-submission of information, SMERA endeavored to gather information about the entity / industry from sources available in public domain. SMERA therefore records its caution to the lenders/investors/public regarding the outdated data/non-reliability of data, on which the indicative credit rating is based.

About the Rated Entity: FPL, incorporated in 1991, is a Chennai-based company engaged in the manufacture of plastic components. The company has long term agreement with Eurostar Engineering Plastics (a France-based entity) for manufacture of flame retardant polyamide resins. The promoters are Mr. Venkateswaran Sekar and Mr. Narayanasamy Mohan.

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 | LT | 13.00 | SMERA B+ /Stable (Indicative) | 04 Nov 2015 | SMERA B+ /Stable (Upgraded) | - | - | 20 Feb 2014 | SMERA B- /Stable (Assigned) |
| Letter of Credit | ST | 8.43 | SMERA A4 /Stable (Indicative) | 04 Nov 2015 | SMERA A4 (Reaffirmed) | - | - | 20 Feb 2014 | SMERA A4 (Assigned) |
| Forward Contract | ST | - | - | - | - | - | - | 20 Feb 2014 | SMERA A4 (Assigned) |

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 | 13.00 | SMERA B+ (indicative) Issuer not co-operating* |
| Letter of Credit | NA | NA | NA | 8.43 | SMERA A4 (indicative) Issuer not co-operating* |

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

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|---|---|
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ABOUT SMERA

SMERA Ratings Limited is a joint initiative of SIDBI, Dun & Bradstreet Information Services India Private Limited (D&B) and leading public and private sector banks in India. SMERA is registered with SEBI as a Credit Rating Agency and accredited by Reserve Bank of India. For more details, please visit www.smera.in.

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