

Press Release

Sree Subha Sales (SSS)

August 17, 2017



Rating Update

Total Bank Facilities Rated*	Rs. 26.89 Cr. #
Long Term Rating	SMERA BB 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 BB**' (read as **SMERA BB**) and short term rating of '**SMERA A4+**' (read as '**SMERA A four plus**') on the Rs. 26.89 crore bank facilities of Sree Subha Sales. 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

Sree Subha Sales (SSS) was established in 1990 as a proprietorship concern by Mr. K.A. Nanda. SSS is a Class-I contractor engaged majorly in the execution of water supply and underground drainage schemes for the Karnataka Government. The firm caters to Karnataka Urban Water Supply and Drainage Board (KUWSDB) and Bangalore Water Supply and Sewage Board (BWSSB).

For FY2014-15, SSS reported profit after tax (PAT) of Rs.4.27 crore on operating income of Rs.73.47 crore, compared with PAT of Rs.2.25 crore on operating income of Rs.40.75 crore in FY2013-14. The net worth stood at Rs.8.72 crore as on 31 March, 2015, compared with Rs.5.93 crore a year earlier.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
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31-Mar-2016	Cash Credit	Long Term	INR 5	SMERA BB / Stable
	Term Loan	Long Term	INR 0.49	SMERA BB / Stable
	Bank Guarantee	Short Term	INR 19.4	SMERA A4+
	Proposed Non Fund Based Limit	Short Term	INR 2	SMERA A4+
12-Mar-2015	Cash Credit	Long Term	INR 5	SMERA BB- / Stable
	Term Loan I	Long Term	INR 0.02	SMERA BB- / Stable
	Term Loan II	Long Term	INR 0.13	SMERA BB- / Stable
	Term Loan III	Long Term	INR 0.12	SMERA BB- / Stable
	Term Loan IV	Long Term	INR 0.22	SMERA BB- / Stable
	Bank Guarantee	Short Term	INR 15	SMERA A4
	Bank Guarantee	Short Term	INR 4.4	SMERA A4
	Proposed Bank Guarantee	Short Term	INR 2	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	5.00	SMERA BB Issuer not co-operating*
Bank guarantee	Not Applicable	Not Applicable	Not Applicable	19.40	SMERA A4+ Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	0.49	SMERA BB Issuer not co-operating*
Proposed	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.

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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.*