



SMERA RATINGS LIMITED

Water Jet Germany Private Limited (WJGPL)

*Rating
Rationale*

April 18, 2016

Facilities	Amount (Rs. Crore)	Rating
Cash Credit	1.40	SMERA D (Reaffirmed)
Term Loan I	0.32	SMERA D (Reaffirmed)
Term Loan II	0.64	SMERA D (Reaffirmed)
Term Loan III	2.25	SMERA D (Reaffirmed)
Working Capital Term Loan I	1.99	SMERA D (Reaffirmed)
Working Capital Term Loan II	0.69	SMERA D (Reaffirmed)
Funded Interest Term Loan	0.69	SMERA D (Reaffirmed)
Letter of Credit	0.73	SMERA D (Reaffirmed)

SMERA has reaffirmed rating of '**SMERA D**' (read as **SMERA D**) to the above mentioned bank facilities of Water Jet Germany Private Limited (WJGPL). The rating reflects continuing delays in servicing debt obligations by the company due to a stretched liquidity position. The rating also reflects the company's below average financial risk profile. However, the promoters of WJGPL have more than two decades of experience in the capital goods industry.

About the Company

WJGPL, incorporated in 2005 by Mr. Sivaraman Nair Krishnaprasad and Mr. S. Sriram, is engaged in manufacturing of CNC cutting machines and systems in Chennai.

For FY2014-15 (refers to financial year April 01 to March 31), WJGPL reported net loss of Rs.3.36 crore on operating income of Rs.3.43 crore, as compared with net loss of Rs.1.12 crore on operating income of Rs.5.65 crore in FY2013-14.

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