

## Press Release

**Sri Gopiram Saraf Seva Trust (SGSST)**

**07 August, 2017**

**Rating Reaffirmed**



<b>Total Bank Facilities Rated*</b>	Rs.9.25 Cr
<b>Long Term Rating</b>	SMERA D (Reaffirmed)

\*Refer Annexure for details

### Rating Rationale

SMERA has reaffirmed the long term rating of '**SMERA D**' (**read as SMERA D**) on the Rs.9.25 crore bank facilities of Sri Gopiram Saraf Seva Trust (SGSST)

SGSST is a Chennai-based trust established on January 24, 2008 by Mr. Rajesh Kumar Saraf, Mrs. Veena Devi Saraf and Ms. Sarita Saraf. The trust runs an educational institute named Saraf Institute Of Engineering & Technology (SIET) at Hanumangarh, Rajasthan. The day-to-day operations of the trust are managed by Dr. B. Mohapatra (Principal).

### List of key rating drivers and their detailed description:

#### Weaknesses

**Delays in debt servicing:** The rating continues to reflect delays in servicing of debt obligations as mentioned in the CIBIL report dated 29<sup>th</sup> June 2017.

#### Analytical approach:

SMERA has taken a standalone view of the financial and business risk profile of the trust.

#### Applicable Criteria

- Default Recognition: <https://www.smerra.in/criteria-default.htm>

**Status of non-cooperation with previous CRA (if applicable):** Not Applicable

**Any other information:** Not Applicable

**Rating History for the last three years:**

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
31 Mar, 16	Term Loan I	Long Term	4.50	SMERA D (Reaffirmed)
	Term Loan II	Long Term	1.75	SMERA D (Reaffirmed)
	Term Loan III	Long Term	3.00	SMERA D (Reaffirmed)
24 Mar, 15	Term Loan I	Long Term	4.50	SMERA D (Assigned)
	Term Loan II	Long Term	1.75	SMERA D (Assigned)
	Term Loan III	Long Term	3.00	SMERA D (Assigned)

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

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Term Loan I	N.A	N.A	N.A	4.50	SMERA D
Term Loan II	N.A	N.A	N.A	1.75	SMERA D
Term Loan III	N.A	N.A	N.A	3.00	SMERA D

**Note on complexity levels of the rated instrument:**
<https://www.smera.in/criteria-complexity-levels.htm>
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## ABOUT SMERA

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