

Press Release

The Royal Timbers

11 December, 2017



Rating Update

Total Bank Facilities Rated*	Rs. 7.50 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

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

SMERA has reviewed the 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. 7.50 crore bank facilities of The Royal Timbers. 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

- Trading Entities: <https://www.smera.in/criteria-trading.htm>
- Default Recognition: <https://www.smera.in/criteria-default.htm>
- Financial Ratios and Adjustments: <https://www.smera.in/criteria-fin-ratios.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:

TRT, established in 1987 by partners, Mr. V.V. Kumaravelu and Mrs. Niraimathi is engaged in the trading of timber. The firm imports timber logs from Burma, Malaysia, Australia, Padauk, African and South African countries. It has a sawing capacity of ~200 cubic meters per month.

The firm reported profit after tax (PAT) of Rs.0.22 crore on net sales of Rs.6.02 crore in FY2016 (provisional) as against PAT of Rs.0.24 crore on netsales of Rs.7.73 crore in FY2015.

SMERA Ratings Limited

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
6-September-2016	Cash Credit	Long term	1.50	SMERA B/Stable (Assigned)
	Letter of Credit	Short term	6.00	SMERA A4 (Assigned)
27 th -May-2016	Cash Credit	Long term	1.00	SMERA B (Suspended)
	Proposed cash credit	Long term	0.50	SMERA B (Suspended)
	Letter of Credit	Short term	6.00	SMERA A4 (Suspended)
8 th -April-2015	Cash Credit	Long term	1.00	SMERA B/Stable (Assigned)
	Proposed cash credit	Long term	0.50	SMERA B/Stable (Assigned)
	Letter of Credit	Short term	6.00	SMERA A4 (Suspended)

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	1.50	SMERA B (Indicative)
Letter of Credit	NA	NA	NA	6.00	SMERA A4 (Indicative)

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

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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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