

Press Release

Ganga Fashions Private Limited

September 14, 2017



Rating Update

Total Bank Facilities Rated*	Rs. 14.83 Cr. #
Long Term Rating	SMERA BBB- 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 BBB-**' (read as **SMERA BBB minus**) on the Rs. 14.83 crore bank facilities of Ganga Fashions Private Limited. 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>
- 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

Ganga Fashions Private Limited (GFPL), incorporated in 1994 by Mr. Jai Gopal Gangwani is engaged in the dyeing and printing of polyester and cotton fabrics at Surat, Gujarat. The company also undertakes dyeing of grey fabric on job-work basis. It procures fabric from Tamil Nadu, Maharashtra and Surat and after processing, sells the same to wholesalers in Mumbai, Bangalore and Delhi under the 'Ganga' brand name. The daily installed capacity stands at ~65,000 meters per day.

For FY2014-15 (refers to financial year, April 01 to March 31), GFPL registered net profit of Rs.5.89 crore on operating income of Rs.105.04 crore as against net profit of Rs.1.75 crore on operating income Rs.75.21 in FY2013-14. The net worth stood at Rs.11.67 crore as on 31 March, 2015 compared to Rs.3.25 crore a year earlier.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
18-Jul-2016	Cash Credit	Long	INR 7.2	SMERA BBB- / Stable

		Term		
	Term Loan	Long Term	INR 7.63	SMERA BBB- / Stable
	Proposed Long Term Loan	Long Term	INR 4	SMERA BBB- / Stable
21-Apr-2015	Proposed Long Term Loan	Long Term	INR 3.4	SMERA BBB- / Stable
	Proposed Long Term Loan	Long Term	INR 1.08	SMERA BBB- / Stable
	Proposed Long Term Loan	Long Term	INR 3.15	SMERA BBB- / Stable
	Proposed Cash Credit	Long Term	INR 7.2	SMERA BBB- / Stable

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Term loans	Not Applicable	Not Applicable	Not Applicable	7.63	SMERA BBB- Issuer not co-operating*
Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	4.00	SMERA BBB- Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.20	SMERA BBB- Issuer not co-operating*

*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, D&B and leading public and private sector banks in India. SMERA is registered with SEBI, accredited by RBI as an External Credit Assessment Institution (ECAI), under BASEL-II norms for undertaking Bank Loan Ratings. SMERA Bond Ratings is a division of SMERA Ratings Limited responsible for ratings of bank facilities, and capital market/money market debt instruments such as Bonds, Debentures, Commercial Papers, Fixed Deposits, Certificate of Deposits etc.. For more details, please visit www.smera.in.

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