

Press Release

D.F.F. Textiles

March 17, 2018



Rating Update

Total Bank Facilities Rated*	Rs. 8.72 Cr
Long Term Rating (Indicative)	SMERA BB 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 BB**' (read as SMERA double B) & short term rating of **SMERA A4+** (read as SMERA A four plus) on the Rs.8.72 crore bank facilities of D.F.F Textiles (DFFT). 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.smerra.in/criteria-default.htm>
- Manufacturing Entities: <https://www.smerra.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 Group

DFF, established in the year 2005, is a Coimbatore based partnership firm promoted by Mr. Earnest NavamonyChellaraj and Mrs. S. Roseline Earnest. The company is into manufacturing of cotton yarn, fabrics and trading of textile machinery.

For FY2015-16, IFIPL reported net profit after tax (PAT) of Rs.0.46 crore on operating income of Rs.27.86 crore as compared to PAT of Rs.0.90 crore on operating income of Rs.33.23 crore for FY2014-15.

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
22-December-2016	Cash Credit	Long Term	4.50	SMERA BB/ Stable (Assigned)
	Term Loan I	Long Term	0.39	SMERA BB/ Stable (Assigned)
	Term Loan II	Long Term	0.64	SMERA BB/ Stable (Assigned)
	Term Loan III	Long Term	1.96	SMERA BB/ Stable (Assigned)
	Letter of Credit	Short Term	0.50	SMERA A4+ (Assigned)
	Forward Sales Contract	Short Term	0.50	SMERA A4+ (Assigned)
	Bank Guarantee	Short Term	0.23	SMERA A4+ (Assigned)
13-August-2016	Cash Credit	Long Term	4.00	SMERA BB/ Stable (Suspended)
	Term Loan I	Long Term	0.32	SMERA BB/ Stable (Suspended)
	Term Loan II	Long Term	0.52	SMERA BB/ Stable (Suspended)
	Term Loan III	Long Term	1.39	SMERA BB/ Stable (Suspended)
	Letter of Credit	Short Term	0.50	SMERA A4+ (Suspended)
	Forward Sales Contract	Short Term	0.50	SMERA A4+ (Suspended)
27-May-2015	Cash Credit	Long Term	4.00	SMERA BB/ Stable (Assigned)
	Term Loan I	Long Term	0.32	SMERA BB/ Stable (Assigned)
	Term Loan II	Long Term	0.52	SMERA BB/ Stable (Assigned)
	Term Loan III	Long Term	1.39	SMERA BB/ Stable (Assigned)
	Letter of Credit	Short Term	0.50	SMERA A4+ (Assigned)
	Forward Sales Contract	Short Term	0.50	SMERA A4+ (Assigned)

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	4.50	SMERA BB Issuer not co-operating*
Term Loan I	NA	NA	NA	0.39	SMERA BB Issuer not co-operating*
Term Loan II	NA	NA	NA	0.64	SMERA BB Issuer not co-operating*
Term Loan III	NA	NA	NA	1.96	SMERA BB Issuer not co-operating*
Letter of Credit	NA	NA	NA	0.50	SMERA A4+ Issuer not co-operating*
Forward Sales Contract	NA	NA	NA	0.50	SMERA A4+ Issuer not co-operating*
Bank Guarantee	NA	NA	NA	0.23	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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