

**Press Release**
**K.A.R. Leathers Private Limited (KLPL)**

September 23, 2017

**Rating Update**


<b>Total Bank Facilities Rated*</b>	Rs. 10.60 Cr. #
<b>Long Term Rating</b>	SMERA BB+ 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 BB+**' (**read as SMERA double B plus**) on the above bank facilities of K.A.R. Leathers Private Limited (KLPL). 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**

- Manufacture Recognition - <https://www.smera.in/criteria-manufacture.htm>
- Default Recognition - <https://www.smera.in/criteria-default.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**

The Chennai-based KLPL was incorporated in 1988 by Mr. A Mohideen. The company manufactures semi-finished goat leather at Dindigul (South Tamil Nadu) with soaking capacity of 5000 pieces per day. The day-to-day operations are handled by Mr. Y Faizul Rahman.

For FY2014-15, KLPL reported profit after tax (PAT) of Rs.0.58 crore on operating income of Rs.40.92 crore as compared with PAT of Rs.0.81 crore on operating income of Rs.44.13 crore for FY2013-14.

**Rating History (Upto last three years)**

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
1st Jul 16	Cash Credit	Long Term	8.50	SMERA BB +/- Stable (Reaffirmed)
	Proposed Cash Credit	Long Term	1.50	SMERA B +/- Stable (Reaffirmed)
2nd Jun 15	Cash Credit	Long Term	8.50	SMERA BB +/- Stable (Assigned)
	Proposed Cash Credit	Long Term	1.50	SMERA BB +/- Stable (Assigned)

**#Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	8.50	SMERA BB+ Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.50	SMERA BB+ Issuer not co-operating*

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

## Contacts

Analytical	Rating Desk
Vinayak Nayak Head – Ratings Operations Tel: 022-67141190 <a href="mailto:vinayak.nayak@smera.in">vinayak.nayak@smera.in</a>	Varsha Bist Manager - Rating Desk Tel: 022-67141160 <a href="mailto:varsha.bist@smera.in">varsha.bist@smera.in</a>
Pawan Punmaji Analyst - Rating Operations Tel: 022-67141352 <a href="mailto:pawan.punmaji@smera.in">pawan.punmaji@smera.in</a>	

## 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](http://www.smera.in).

Disclaimer: A SMERA rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. SMERA ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, SMERA, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. SMERA is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. SMERA ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website ([www.smera.in](http://www.smera.in)) for the latest information on any instrument rated by SMERA

